

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☐
(highlight changes)

APPLICATION FOR PERMIT TO DRILL		5. MINERAL LEASE NO: ML-22792	6. SURFACE: State
1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/>		7. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
B. TYPE OF WELL: OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER _____ SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input checked="" type="checkbox"/>		8. UNIT or CA AGREEMENT NAME: UNIT #891008900A	
2. NAME OF OPERATOR: KERR MCGEE OIL & GAS ONSHORE L.P.		9. WELL NAME and NUMBER: NBU 1021-19C	
3. ADDRESS OF OPERATOR: 1368 S 1200 E CITY VERNAL STATE UT ZIP 84078		PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 620'FNL, 1904'FWL AT PROPOSED PRODUCING ZONE: 4421697Y - 109.596768		11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: 15.3 MILES SOUTH OF OURAY, UTAH		12. COUNTY: UINTAH	13. STATE: UTAH
15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 620'	16. NUMBER OF ACRES IN LEASE: 643.5	17. NUMBER OF ACRES ASSIGNED TO THIS WELL: 40.00	
18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) REFER TO TOPO C	19. PROPOSED DEPTH: 9,670	20. BOND DESCRIPTION: RLB0005237	
21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 5215'GL	22. APPROXIMATE DATE WORK WILL START:	23. ESTIMATED DURATION:	

24. PROPOSED CASING AND CEMENTING PROGRAM							
SIZE OF HOLE	CASING SIZE, GRADE, AND WEIGHT PER FOOT			SETTING DEPTH	CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT		
12 1/4"	9 5/8	H-40	32.3#	2,000	265 SX CLASS G	1.18 YIELD	15.6 PPG
7 7/8"	4 1/2	I-80	11.6#	9,670	2020 SX 50/50 POZ	1.31 YIELD	14.3 PPG

25. ATTACHMENTS	
VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES:	
<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input checked="" type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER	<input type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER

NAME (PLEASE PRINT) SHEILA UPCHEGO TITLE SENIOR LAND ADMIN SPECIALIST
SIGNATURE *Sheila Upchego* DATE 1/23/2007

(This space for State use only)

API NUMBER ASSIGNED: 43047-39004

Approved by the
Utah Division of
Oil, Gas and Mining
APPROVAL:

RECEIVED
FEB 02 2007

Date: 02-28-07
(See Instructions on Reverse Side)
By: *[Signature]*

DIV. OF OIL, GAS & MINING

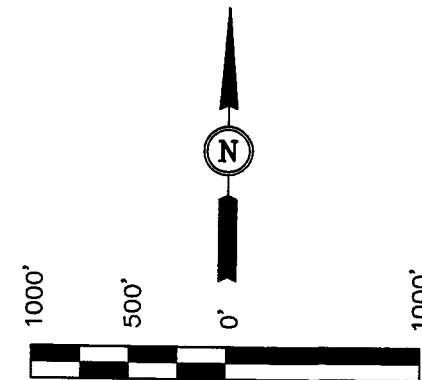
T10S, R21E, S.L.B.&M.

Kerr McGee Oil & Gas Onshore LP

Well location, NBU #1021-19C, located as shown in the NE 1/4 NW 1/4 of Section 19, T10S, R21E, S.L.B.&M. Uintah County, Utah.

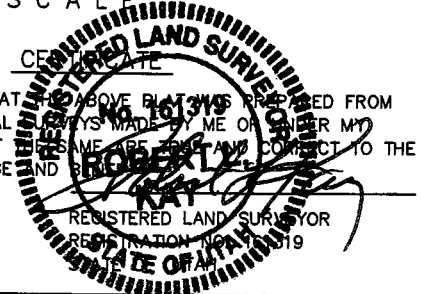
BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.



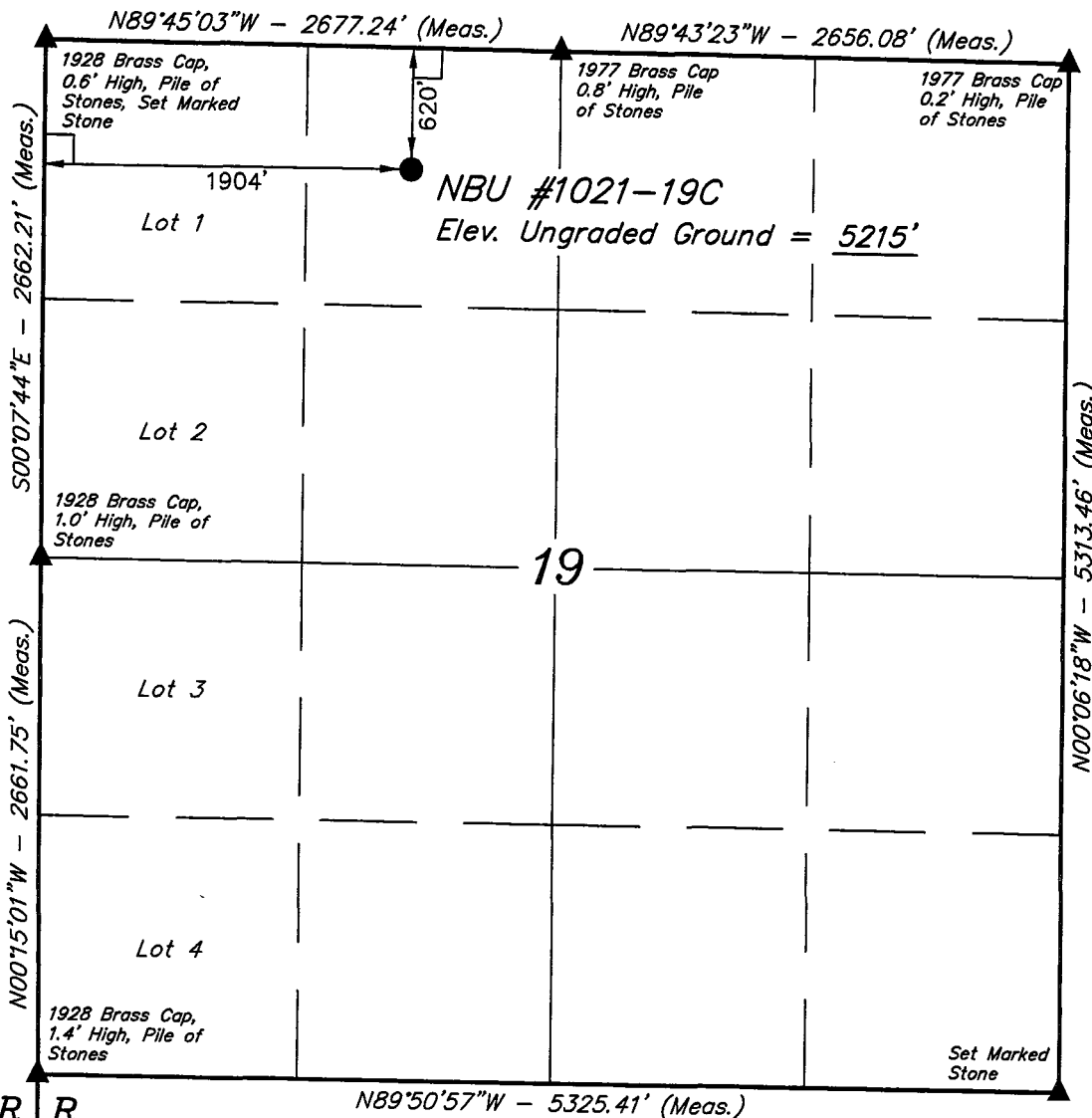
SCALE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



UNTAH ENGINEERING & LAND SURVEYING
85 SOUTH 200 EAST - VERNAL, UTAH 84078
(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 11-06-06	DATE DRAWN: 11-07-06
PARTY G.O. D.H. S.L.	REFERENCES G.L.O. PLAT	
WEATHER COOL	FILE Kerr McGee Oil & Gas Onshore LP	



R
20
E

N89°50'57"W - 5325.41' (Meas.)

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

(NAD 83)
LATITUDE = 39°56'19.49" (39.938747)
LONGITUDE = 109°35'50.89" (109.597469)
(NAD 27)
LATITUDE = 39°56'19.62" (39.938783)
LONGITUDE = 109°35'48.41" (109.596781)

LEGEND:

- └─┘ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

NBU 1021-19C
NE/NW SEC. 19, T10S, R21E
UINTAH COUNTY, UTAH
ML-22792

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. **Estimated Tops of Important Geologic Markers:**

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	1208'
Top of Birds Nest Water	1443'
Mahogany	2016'
Wasatch	4478'
Mesaverde	7476'
MVU2	8462'
MVL1	9012'
TD	9670'

2. **Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:**

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
Water	Green River	1208'
	Top of Birds Nest Water	1443'
	Mahogany	2016'
Gas	Wasatch	4478'
Gas	Mesaverde	7476'
Gas	MVU2	8462'
Gas	MVL1	9012'
Water	N/A	
Other Minerals	N/A	

3. **Pressure Control Equipment** (Schematic Attached)

Please refer to the attached Drilling Program.

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program.

5. **Drilling Fluids Program:**

Please refer to the attached Drilling Program.

6. **Evaluation Program:**

Please refer to the attached Drilling Program.

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 9670' TD, approximately equals 5995 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3868 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. **Anticipated Starting Dates:**

Drilling is planned to commence immediately upon approval of this application.

9. **Variances:**

Please refer to the attached Drilling Program.

10. **Other Information:**

Please refer to the attached Drilling Program.

KERR-McGEE OIL & GAS ONSHORE LP
DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	January 23, 2007
WELL NAME	NBU 1021-19C	TD	9,670' MD/TVD
FIELD	Natural Buttes	COUNTY	Uintah
		STATE	Utah
ELEVATION	5,215' GL	KB	5,230'
SURFACE LOCATION	NE/NW SEC. 19, T10S, R21E 620'FNL, 1904'FWL	BHL	Straight Hole
	Latitude: 39.938747 Longitude: 109.597469		
OBJECTIVE ZONE(S)	Wasatch/Mesaverde		
ADDITIONAL INFO	Regulatory Agencies: UDOGM (SURF & MINERALS), BLM, Tri-County Health Dept.		

GEOLOGICAL FORMATION			MECHANICAL		
LOGS	TOPS	DEPTH	HOLE SIZE	CASING SIZE	MUD WEIGHT
		40'		14"	
			12-1/4"	9-5/8", 32.3#, H-40, STC	Air mist
Catch water sample, if possible, from 0 to 4,478'					
	Green River @	1,208'			
	Top of Birds Nest Water @	1443'			
	Preset f/ GL @				
	2,000' MD				
Note: 12.25" surface hole will usually be drilled ±400' below the bottom of lost circulation zone. Drilled depth may be ±200' of the estimated set depth depending on the actual depth of the loss zone.					
	Mahogany @	2,016'			
Mud logging program TBD Open hole logging program f/ TD - surf csg					
	Wasatch @	4,478'	7-7/8"	4-1/2", 11.6#, I-80 or equivalent LTC casing	Water/Fresh Water Mud 8.3-11.5 ppg
	Mverde @	7,476'			
	MVU2 @	8,462'			
	MVL1 @	9,012'			
	TD @	9,670'			Max anticipated Mud required 11.5 ppg



KERR-McGEE OIL & GAS ONSHORE LP **DRILLING PROGRAM**

CASING PROGRAM

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'				2270	1370	254000
SURFACE	9-5/8"	0 to 2000	32.30	H-40	STC	0.62*****	1.46	4.49
						7780	6350	201000
PRODUCTION	4-1/2"	0 to 9670	11.60	I-80	LTC	2.13	1.10	2.05

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
2) MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD)
(Burst Assumptions: TD = 11.5 ppg) .22 psi/ft = gradient for partially evac wellbore
(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)
MASP 3655 psi

***** Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE Option 1	LEAD	500	Premium cmt + 2% CaCl + .25 pps flocele	215	60%	15.60	1.18
	TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt + 2% CaCl + .25 pps flocele	50		15.60	1.18
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE Option 2	LEAD	1500	NOTE: If well will circulate water to surface, option 2 will be utilized				
	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite +.25 pps Flocele + 3% salt BWOC	170	35%	11.00	3.82
	TAIL	500	Premium cmt + 2% CaCl + .25 pps flocele	180	35%	15.60	1.18
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	LEAD	3,970'	Premium Lite II + 3% KCl + 0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender	430	60%	11.00	3.38
	TAIL	5,700'	50/50 Poz/G + 10% salt + 2% gel +.1% R-3	1590	60%	14.30	1.31

*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper & lower kelly valves.

Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.

Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:

Brad Laney

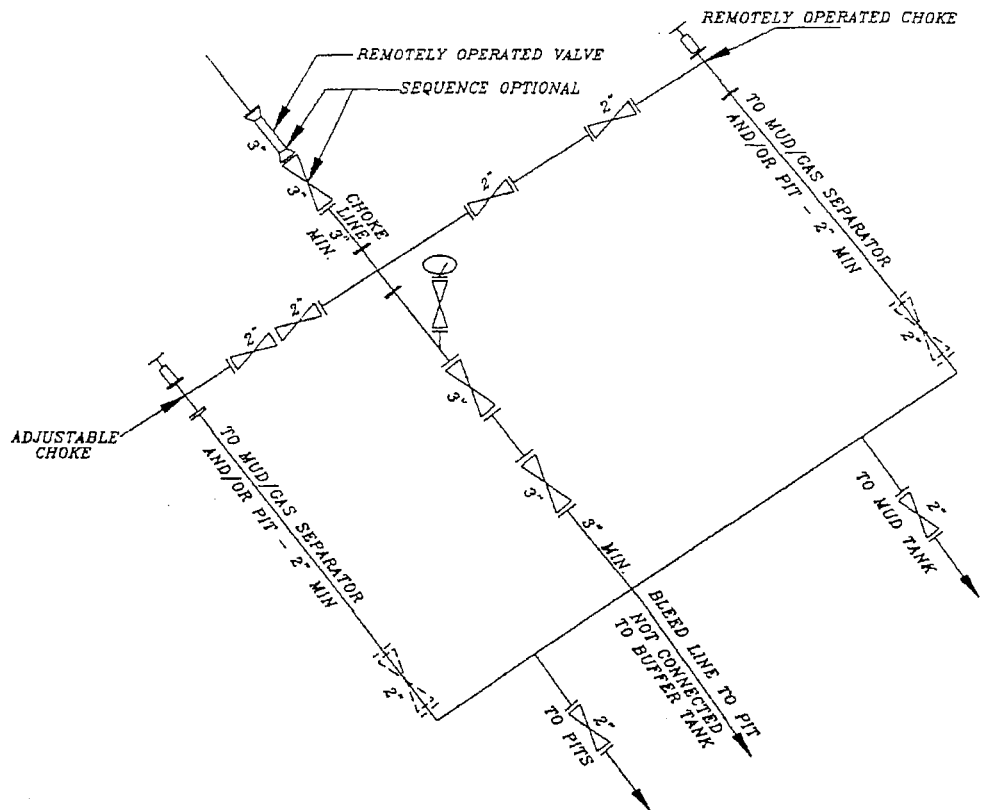
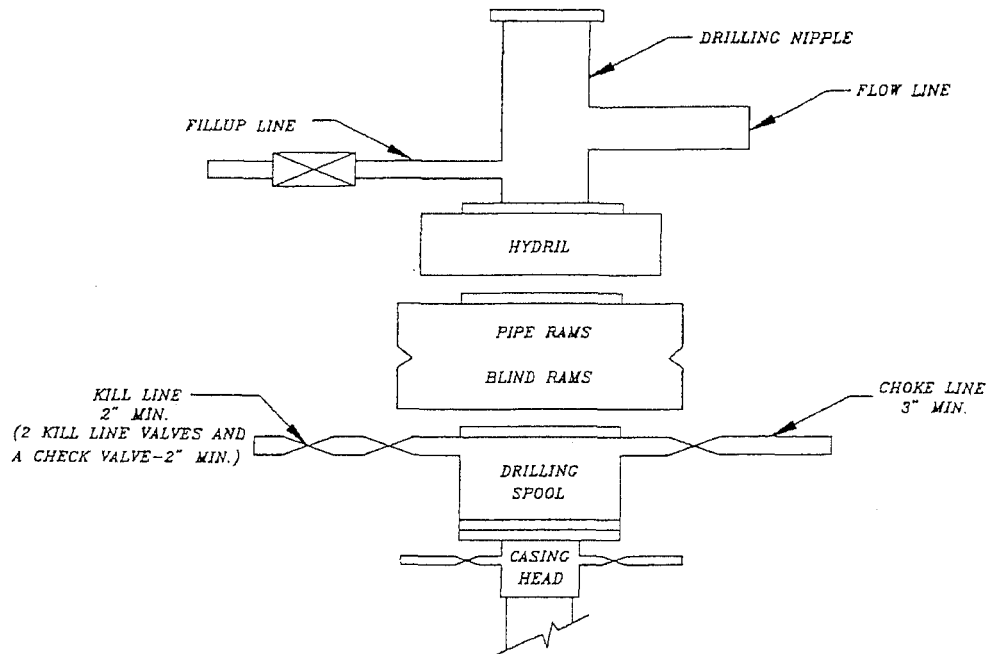
DATE:

DRILLING SUPERINTENDENT:

Randy Bayne

DATE:

5M BOP STACK and CHOKE MANIFOLD SYSTEM



NBU 1021-19C
NE/NW SEC. 19, T10S, R21E
Uintah County, UT
ML-22792

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

Refer to Topo Maps A and B for location of access roads within a 2 mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 0.2 +/- miles of new access road is proposed. Refer to Topo Map B for the location of the proposed access road.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

The access road was centerline flagged during time of staking.

Surfacing material may be necessary, depending upon weather conditions.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain

fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Carlsbad Canyon, standard color number 2.5Y 6/2.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

A 30' rights-of-way will be required for approximately 12050' +/- of 4" pipeline is proposed from the an existing pipeline. The pipeline in N/2 of Sec. 29, T10S, R21E (Lease #ML-21330), the pipeline shall cross in to SW/4, Sec. 20, T10S, R21E onto BLM Lands (Lease #UTU-02278); then travel back onto State Lands in NE/2 Sec. 19, T10S, R21E (Lease #ML-22792); then travel into State Lands S/4 of Sec. 18, T10S, R21E (Lease #ML-22791); then travel into State Lands in Sec. 19, T10S, R21E (Lease #ML-22792) to tie-in the proposed well location. Please refer to the attached Topo Map D for pipeline placement.

Approximately 2055' +/- of 4" pipeline is proposed from an existing pipeline. The pipeline shall run from an existing pipeline in Sec 19, T10S, R21E (Lease #ML-22792); then travel onto S/4 of Sec. 18, T10S, R21E (Lease #ML-22791); then travel back on State Lands in Sec. 19, T10S, R21E (ML-22792) to tie-in the proposed pipeline for the 1021-19D location. Please refer to Topo Map D for pipeline placement.

5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days

after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner and felt will be used, it will be a minimum of 20 mil thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E.

8. Ancillary Facilities:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

The reserve pit will be lined, and when the reserve pit is closed, the pit liner will be buried below plow depth.

All pits will be fenced according to the following minimum standards:

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Location size may change prior to the drilling of the well due to current rig availability. If the proposed location is not large enough to accommodate the drilling rig the location will be re-surveyed and a Form 9 shall be submitted.

10. **Plans for Reclamation of the Surface:**

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

A plastic, nylon reinforced liner will be used, it shall be torn and perforated before backfilling of the reserve pit.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. Surface Ownership:

SITLA
675 East 500 South, Suite 500
Salt Lake City, UT 84102

12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey will be submitted when report becomes available.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

13. Lessee's or Operators's Representative & Certification:

Sheila Upchego
Senior Land Admin Specialist
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East.
Vernal, UT 84078
(435) 781-7024

Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by State Surety Bond #RLB0005237.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.


Sheila Upchego

1/23/2007
Date

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

SECTION 19 T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 11.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 2.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 46.3 MILES.

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

LOCATED IN UTAH COUNTY, UTAH
SECTION 19, T10S, R21E, S.L.B.&M.

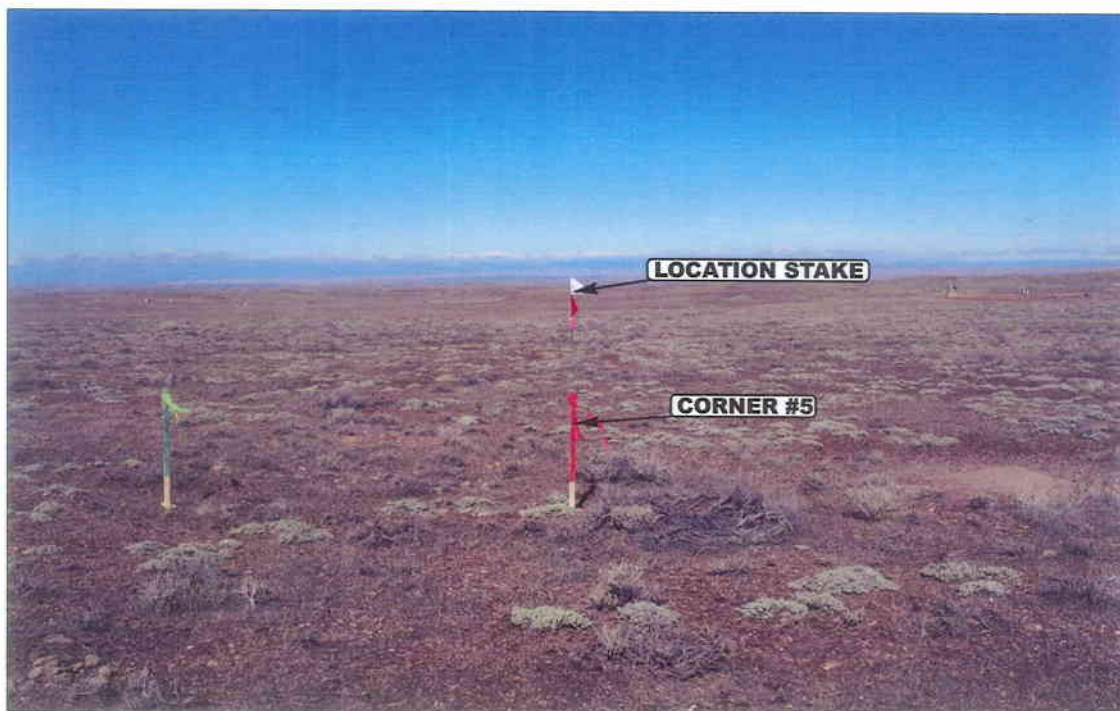


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



- Since 1964 -

UELS Uintah Engineering & Land Surveying

85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

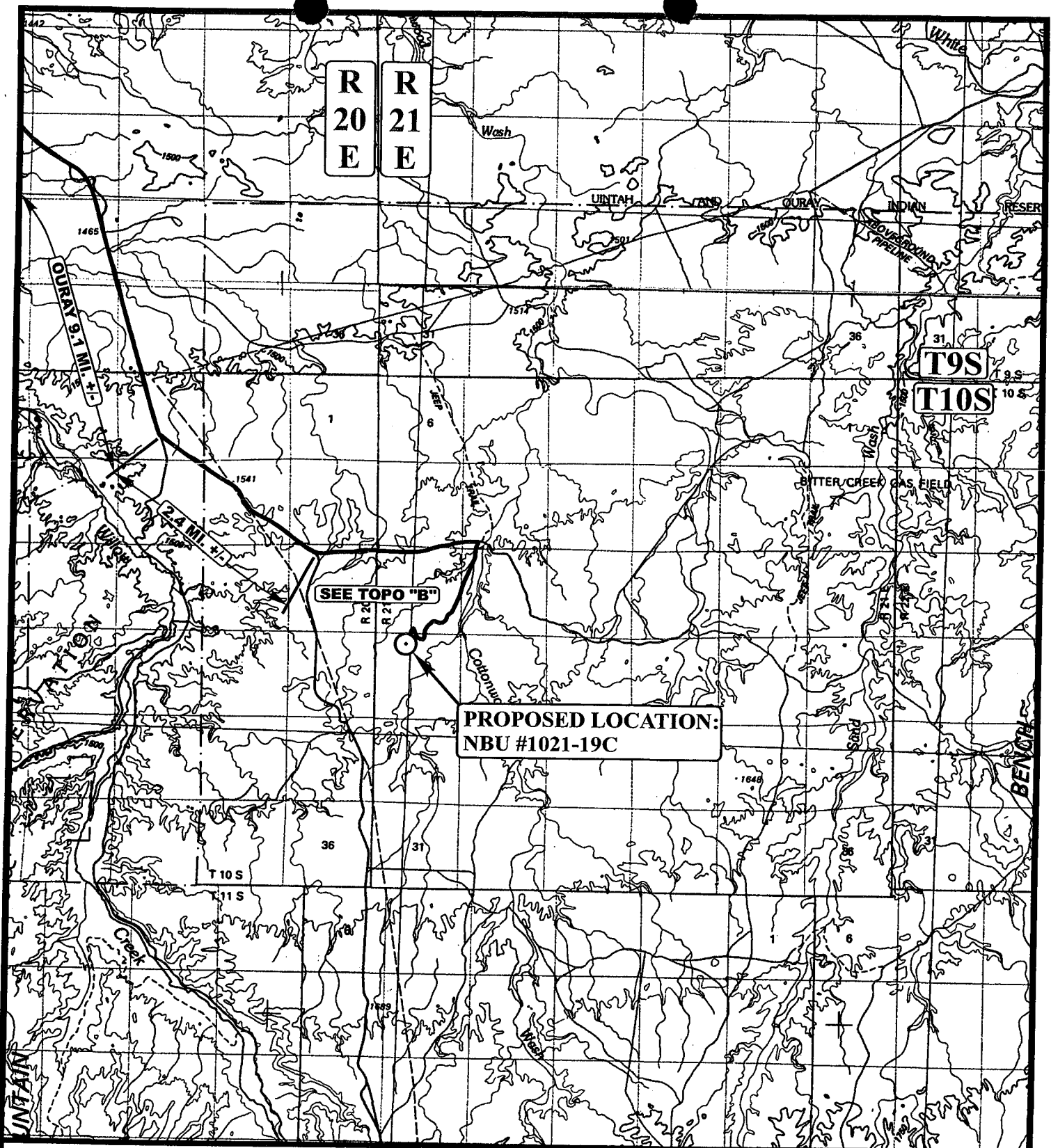
11 03 06
MONTH DAY YEAR

PHOTO

TAKEN BY: G.O.

DRAWN BY: C.P.

REVISED: 00-00-00



LEGEND:

○ PROPOSED LOCATION



Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

SECTION 19, T10S, R21E, S.L.B.&M.

620' FNL 1903' FWL



Utah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC
MAP

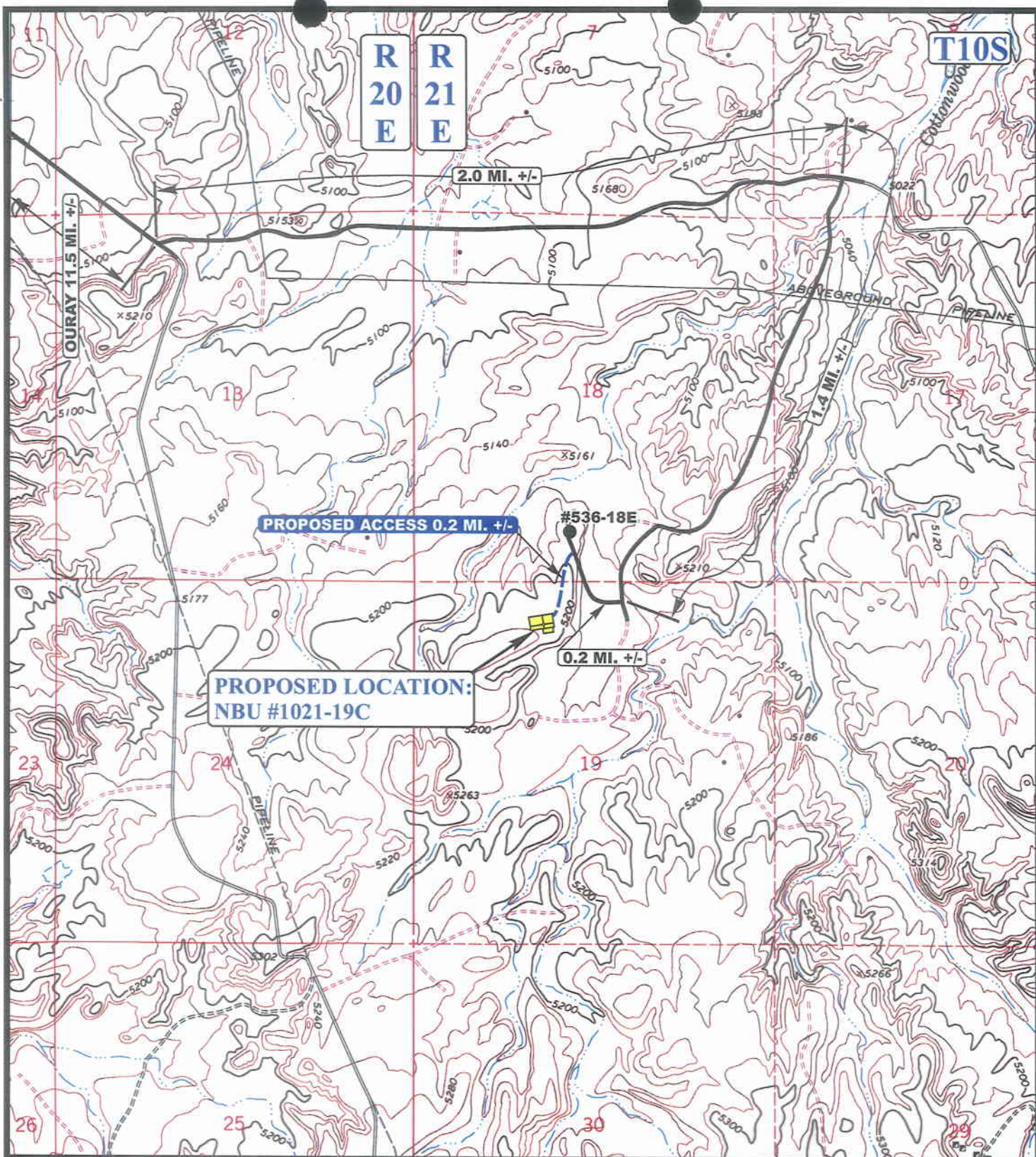
11 03 06
MONTH DAY YEAR

SCALE: 1:100,000

DRAWN BY: C.P.

REVISED: 00-00-00





LEGEND:

— EXISTING ROAD
 - - - PROPOSED ACCESS ROAD

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

SECTION 19, T10S, R21E, S.L.B.&M.

620' FNL 1903' FWL



Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 (435) 789-1017 * FAX (435) 789-1813

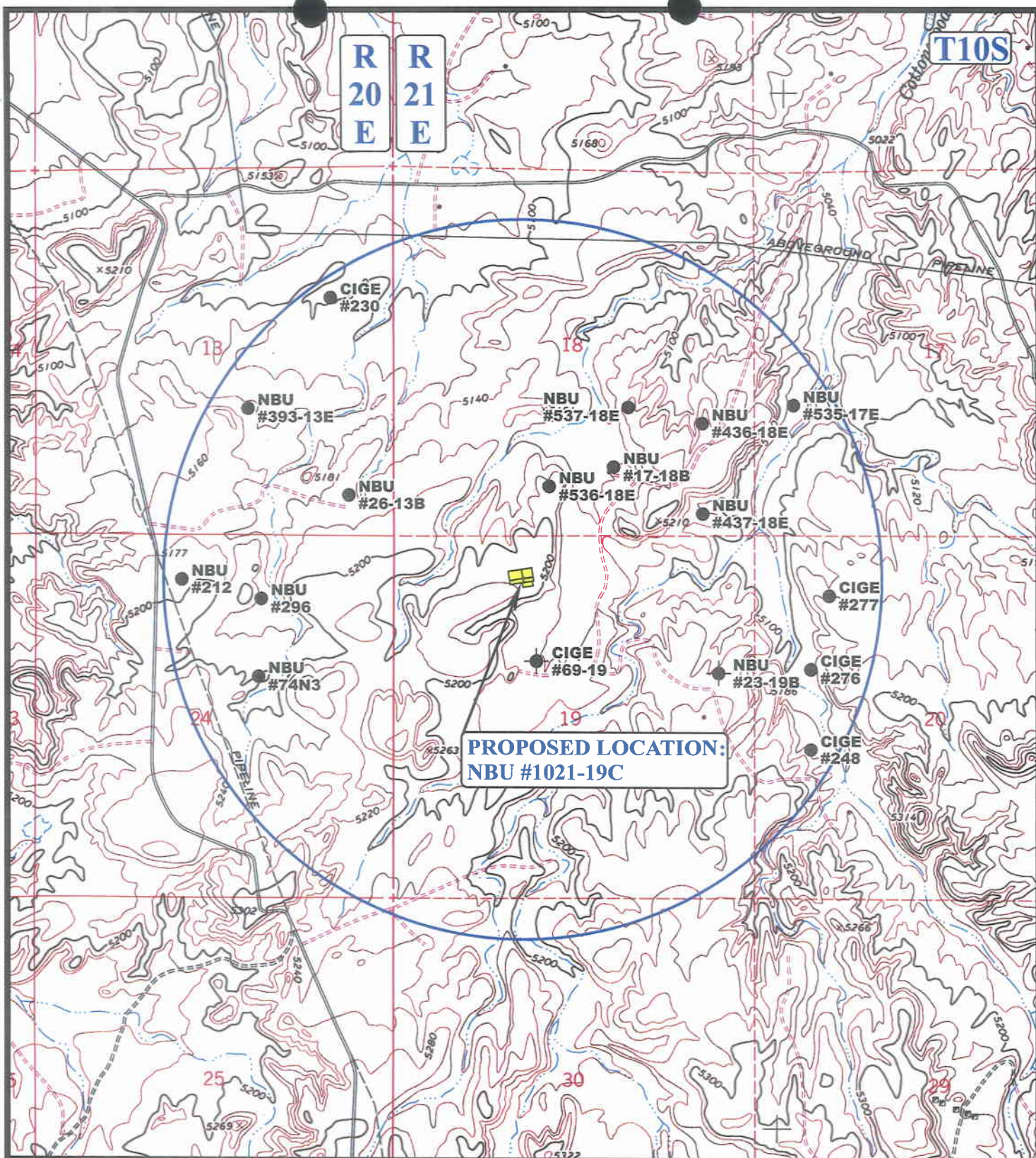


**TOPOGRAPHIC
MAP**

11 03 06
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.P. REVISED: 00-00-00

**B
TOPO**



LEGEND:

- DISPOSAL WELLS
- PRODUCING WELLS
- SHUT IN WELLS
- WATER WELLS
- ABANDONED WELLS
- TEMPORARILY ABANDONED

N

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

SECTION 19, T10S, R21E, S.L.B.&M.

620' FNL 1903' FWL



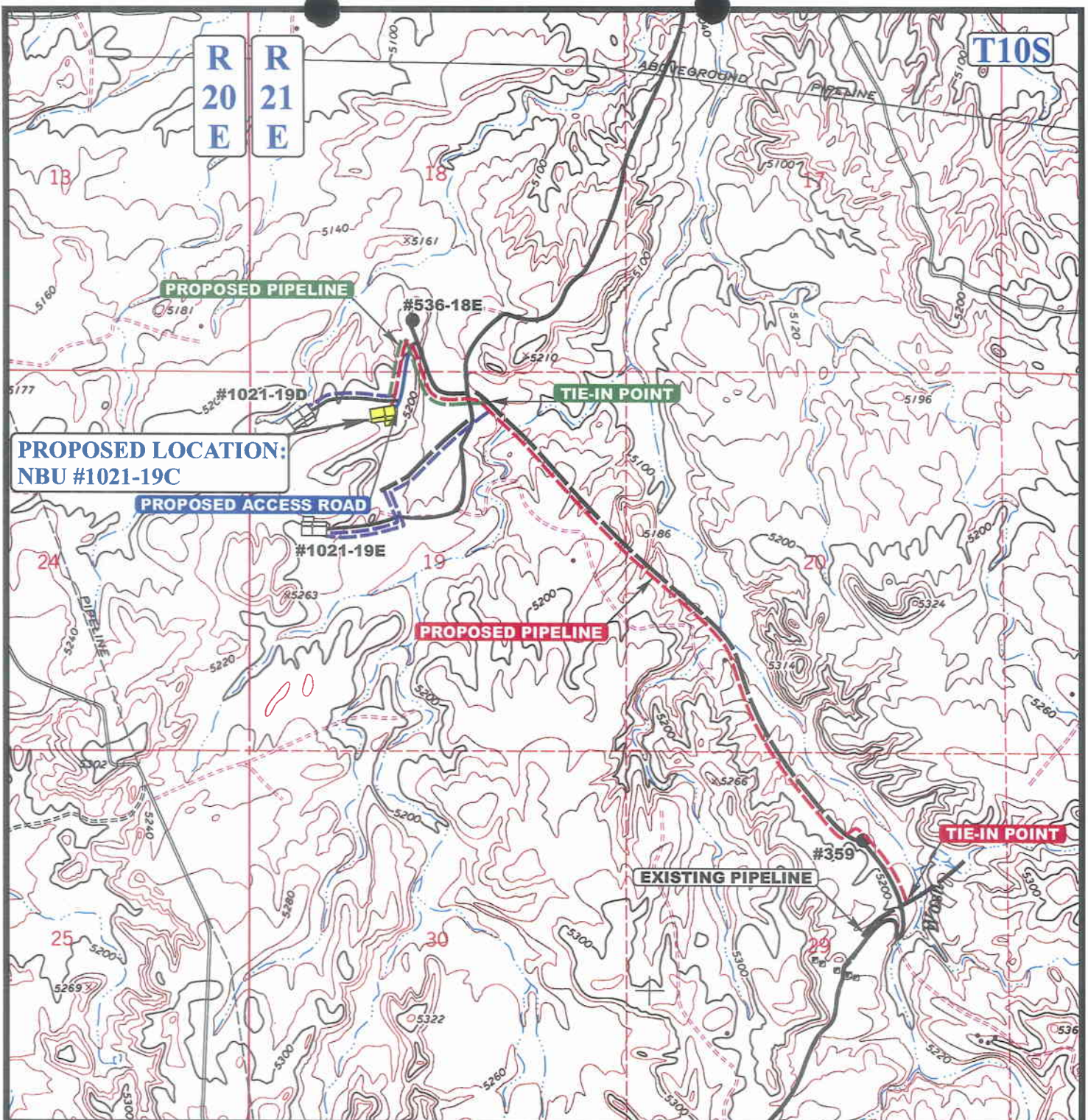
Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 (435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC
MAP

11 03 06
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.P. REVISED: 00-00-00





APPROXIMATE TOTAL PIPELINE DISTANCE = 2,055' +/-

APPROXIMATE TOTAL PIPELINE DISTANCE = 12,050' +/-

LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING PIPELINE
- - - - - PROPOSED PIPELINE
- - - - - PROPOSED PIPELINE (SERVICING OTHER WELLS)

N

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

SECTION 19, T10S, R21E, S.L.B.&M.

620' FNL 1903' FWL



Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

**TOPOGRAPHIC
MAP**

11 03 06
MONTH DAY YEAR

SCALE: 1" = 2000'

DRAWN BY: C.P.

REVISED: 00-00-00



Kerr-McGee Oil & Gas Onshore LP

NBU #1021-19C

PIPELINE ALIGNMENT

LOCATED IN UINTAH COUNTY, UTAH

SECTION 19, T10S, R21E, S.L.B.&M.



PHOTO: VIEW FROM TIE-IN POINT

CAMERA ANGLE: WESTERLY



PHOTO: VIEW OF PIPELINE ALIGNMENT

CAMERA ANGLE: SOUTHWESTERLY



- Since 1964 -

U **E** **L** **S** **Uintah Engineering & Land Surveying**

85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

PIPELINE PHOTOS

11 03 06
MONTH DAY YEAR

PHOTO

TAKEN BY: G.O.

DRAWN BY: C.P.

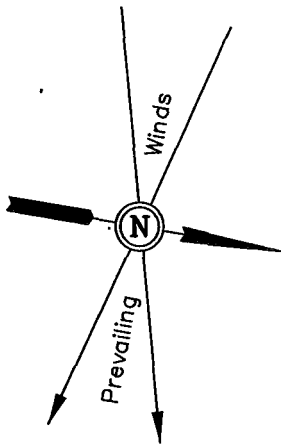
REVISED: 00-00-00

Kerr-McGee Oil & Gas Onshore LP

FIGURE #1

LOCATION LAYOUT FOR

NBU #1021-19C
SECTION 19, T10S, R21E, S.L.B.&M.
620' FNL 1904' FWL



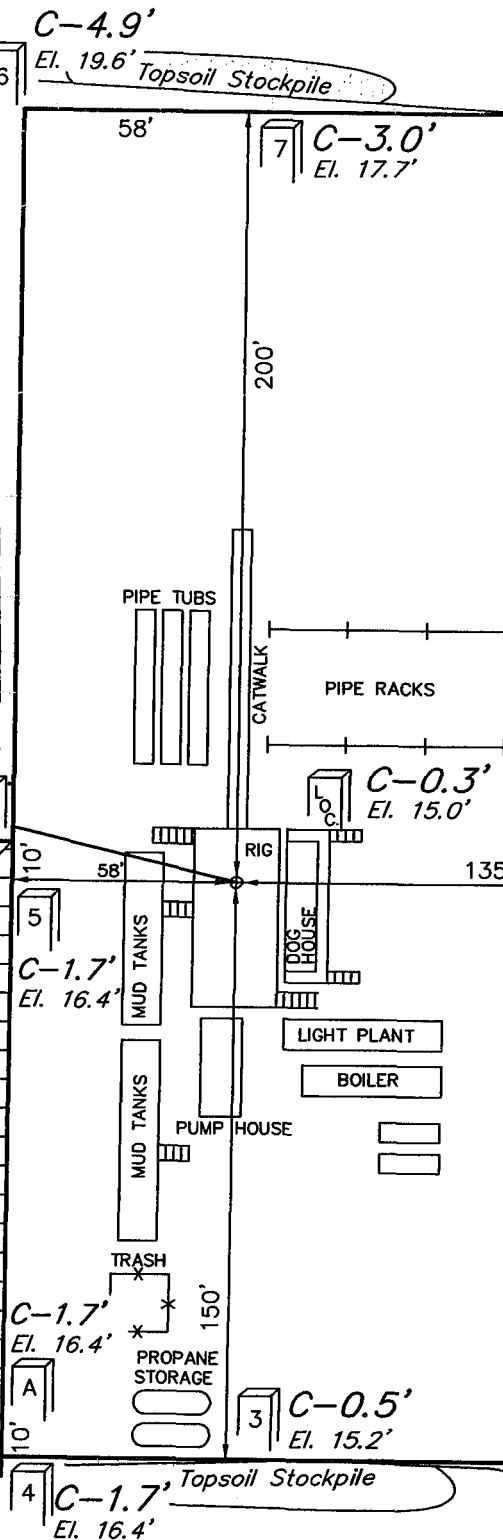
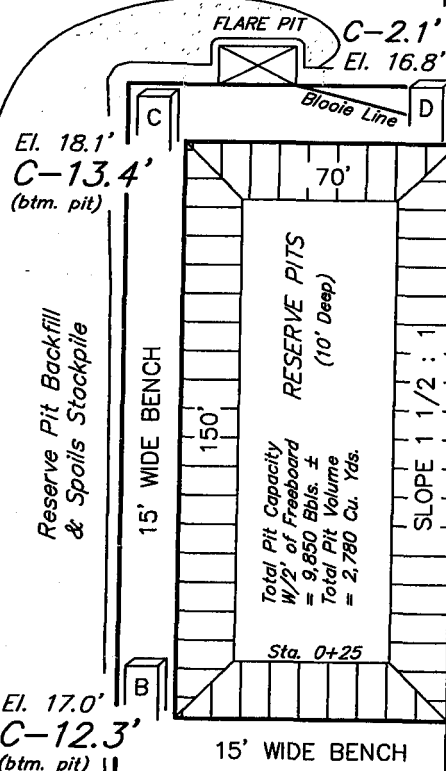
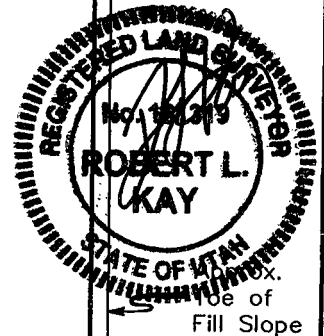
SCALE: 1" = 50'
DATE: 11-07-06
Drawn By: S.L.

Approx.
Top of
Cut Slope

NOTE:

Flare Pit is to be located
a min. of 100' from the
Well Head.

Pit Topsoil



F-2.5' El. 12.2'
Sta. 3+50

Sta. 1+50
F-3.3' El. 11.4'

Sta. 0+00
F-2.8' El. 11.9'

NOTES:

Elev. Ungraded Ground At Loc. Stake = 5215.0'
FINISHED GRADE ELEV. AT LOC. STAKE = 5214.7'

Proposed Access
Road

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

Kerr-McGee Oil & Gas Onshore LP

FIGURE #2

TYPICAL CROSS SECTIONS FOR

NBU #1021-19C

SECTION 19, T10S, R21E, S.L.B.&M.

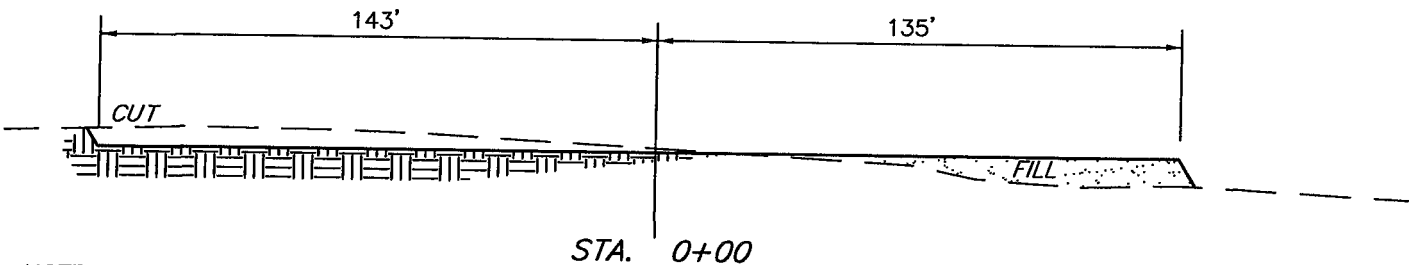
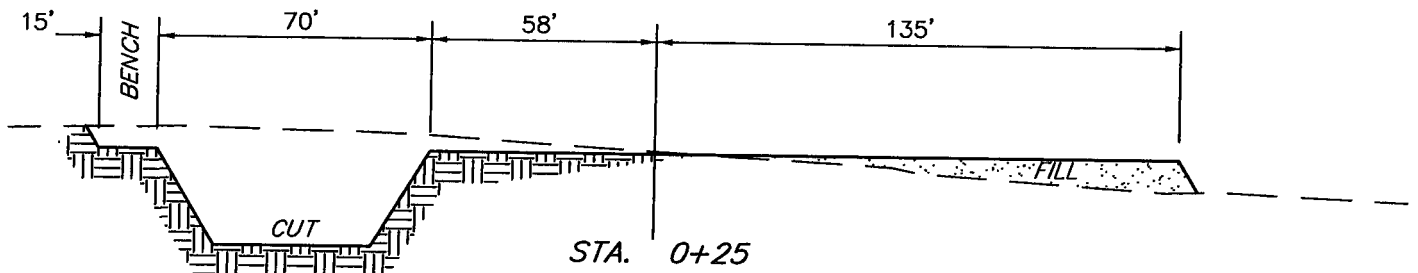
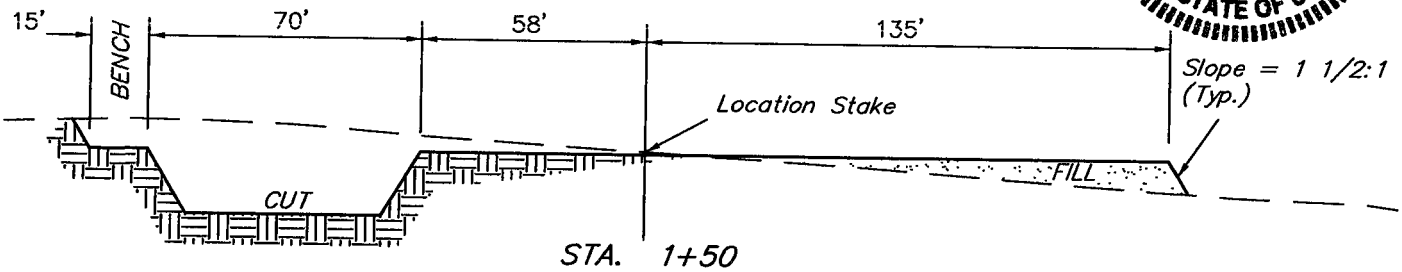
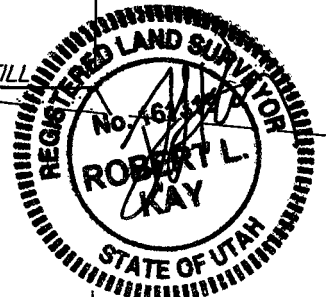
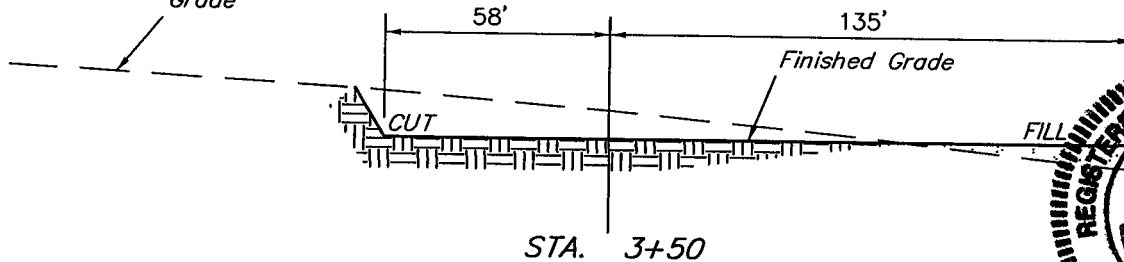
620' FNL 1904' FWL

1" = 20'
X-Section
Scale
1" = 50'

DATE: 11-07-06

Drawn By: S.L.

Preconstruction
Grade



NOTE:

Topsoil should not be Stripped Below Finished Grade on Substructure Area.

* NOTE:

FILL QUANTITY INCLUDES 5% FOR COMPACTION

APPROXIMATE YARDAGES

CUT

(6") Topsoil Stripping = 1,670 Cu. Yds.

Remaining Location = 5,220 Cu. Yds.

TOTAL CUT = 6,890 CU.YDS.

FILL = 3,120 CU.YDS.

EXCESS MATERIAL = 3,770 Cu. Yds.

Topsoil & Pit Backfill (1/2 Pit Vol.) = 3,060 Cu. Yds.

EXCESS UNBALANCE (After Interim Rehabilitation) = 710 Cu. Yds.

UINTAH ENGINEERING & LAND SURVEYING

85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/02/2007

API NO. ASSIGNED: 43-047-39004

WELL NAME: NBU 1021-19C

OPERATOR: KERR-MCGEE OIL & GAS (N2995)

PHONE NUMBER: 435-781-7024

CONTACT: SHEILA UPCHEGO

PROPOSED LOCATION:

NENW 19 100S 210E

SURFACE: 0620 FNL 1904 FWL

BOTTOM: 0620 FNL 1904 FWL

COUNTY: UINTAH

LATITUDE: 39.93879 LONGITUDE: -109.5968

UTM SURF EASTINGS: 619892 NORTHINGS: 4421697

FIELD NAME: NATURAL BUTTES (630)

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering	<u>DWD</u>	<u>2/27/07</u>
Geology		
Surface		

LEASE TYPE: 3 - State

LEASE NUMBER: ML-22792

PROPOSED FORMATION: WSMVD

SURFACE OWNER: 3 - State

COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

☒ Plat

☒ Bond: Fed[] Ind[] Sta[] Fee[]
(No. 22013542)

N Potash (Y/N)

Y Oil Shale 190-5 (B) or 190-3 or 190-13

☒ Water Permit

(No. 43-8496)

N RDCC Review (Y/N)

(Date: _____)

NA Fee Surf Agreement (Y/N)

NA Intent to Commingle (Y/N)

LOCATION AND SITING:

 R649-2-3.

Unit: NATURAL BUTTES

 R649-3-2. General

Siting: 460' From Qtr/Qtr & 920' Between Wells

 R649-3-3. Exception

☒ Drilling Unit

Board Cause No: 173-14

Eff Date: 12-2-1999

Siting: 460' from 190-5 & 190-13

 R649-3-11. Directional Drill

COMMENTS: _____

Needs Permit (lead) 2-13-07

STIPULATIONS: _____

1 - Oil Shale
2 - Surface Csg cut stop
3 - STATEMENT OF BASIS

Application for Permit to Drill

Statement of Basis

2/21/2007

Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Ownr	CBM
230	43-047-39004-00-00		GW	S	No
Operator	KERR-MCGEE OIL & GAS ONSHORE, LP		Surface Owner-APD		
Well Name	NBU 1021-19C		Unit		
Field	UNDESIGNATED		Type of Work		
Location	NENW 19 10S 21E S 0 F L 0 F L GPS Coord (UTM) 619892E 4421697N				

Geologic Statement of Basis

Kerr McGee proposes to set 2,000' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 5,200'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 19. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill

2/21/2007

APD Evaluator

Date / Time

Surface Statement of Basis

The general area is within the Cottonwood Wash Drainage. The area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle draws, which flow into Cottonwood Wash. The draws are occasionally rimmed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Cottonwood Wash is an ephemeral drainage, which drains northerly approximately 11 miles to the White River. No seeps, springs or streams exist in the area.

This location is approximately 15 miles southeast of Ouray, Ut. and is accessed by the Seep Ridge Road then by existing or planned oil field development roads to within approximately 0.2 miles of the site, which will require new construction.

The proposed location is on a flat ridge or mesa which runs from the southeast to the northwest. The top breaks off into a significant draw on the southwest side of the location. No swales or drainages intersect the location.

Both the surface and minerals are owned by SITLA. Jim Davis represented SITLA at the pre-site investigation. Mr. Davis had no concerns pertaining to this location. The selected location appears to be the best site for drilling and operating a well in the immediate area.

Floyd Bartlett

2/13/2007

Onsite Evaluator

Date / Time

Conditions of Approval / Application for Permit to Drill

Category	Condition
Pits	A synthetic liner with a minimum thickness of 20 mils with a felt subliner shall be properly installed and maintained in the reserve pit.

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator KERR-MCGEE OIL & GAS ONSHORE, LP
Well Name NBU 1021-19C
API Number 43-047-39004-0 **APD No** 230 **Field/Unit** UNDESIGNATED
Location: 1/4,1/4 NENW **Sec** 19 **Tw** 10S **Rng** 21E 0 FL 0 FL
GPS Coord (UTM) 619891 4421696 **Surface Owner**

Participants

Floyd Bartlett and David Hackford (DOGM), Jim Davis (SITLA), Carroll Estes, Tony Kznick, and Clay Einerson (Kerr McGee), David Kay (Uintah Engineering and Land Surveying), and Ben Williams (UDWR)

Regional/Local Setting & Topography

The general area is within the Cottonwood Wash Drainage. The area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle draws, which flow into Cottonwood Wash. The draws are occasionally rimmed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Cottonwood Wash is an ephemeral drainage, which drains northerly approximately 11 miles to the White River. No seeps, springs or streams exist in the area.

This location is approximately 15 miles southeast of Ouray, Ut. and is accessed by the Seep Ridge Road then by existing or planned oil field development roads to within approximately 0.2 miles of the site, which will require new construction.

The proposed location is on a flat ridge or mesa which runs from the southeast to the northwest. The top breaks off into a significant draw on the southwest side of the location. No swales or drainages intersect the location.

Surface Use Plan

Current Surface Use

Grazing
Recreational
Wildlife Habitat

New Road

Miles	Well Pad		Src Const Material	Surface Formation
0.2	Width 278	Length 350	Onsite	UNTA

Ancillary Facilities N

Waste Management Plan Adequate? Y

Environmental Parameters

Affected Floodplains and/or Wetland N

Flora / Fauna

Snow covered the vegetation on the area. Identifiable vegetation consisted of shadscale, cheat grass, and dead black sage. Vegetation is very sparse.

Soil Type and Characteristics

Deep sandy loam with no exposed surface rock.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diversion Required N

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? Y Paleo Potential Observed? N Cultural Survey Run? Y Cultural Resources? N

Reserve Pit

Site-Specific Factors

Site Ranking

Distance to Groundwater (feet)	>200	0
Distance to Surface Water (feet)	>1000	0
Dist. Nearest Municipal Well (ft)	>5280	0
Distance to Other Wells (feet)	300 to 1320	10
Native Soil Type	Mod permeability	10
Fluid Type	Fresh Water	5
Drill Cuttings	Normal Rock	0
Annual Precipitation (inches)	<10	0
Affected Populations	<10	0
Presence Nearby Utility Conduits	Not Present	0

Final Score 25 1 **Sensitivity Level**

Characteristics / Requirements

The proposed reserve pit is 70' x 150' x 10' deep located in a cut on the south east corner of the location. A 20 mil liner with a felt sub-liner is planned by Kerr McGee.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 20 Pit Underlayment Required? Y

Other Observations / Comments

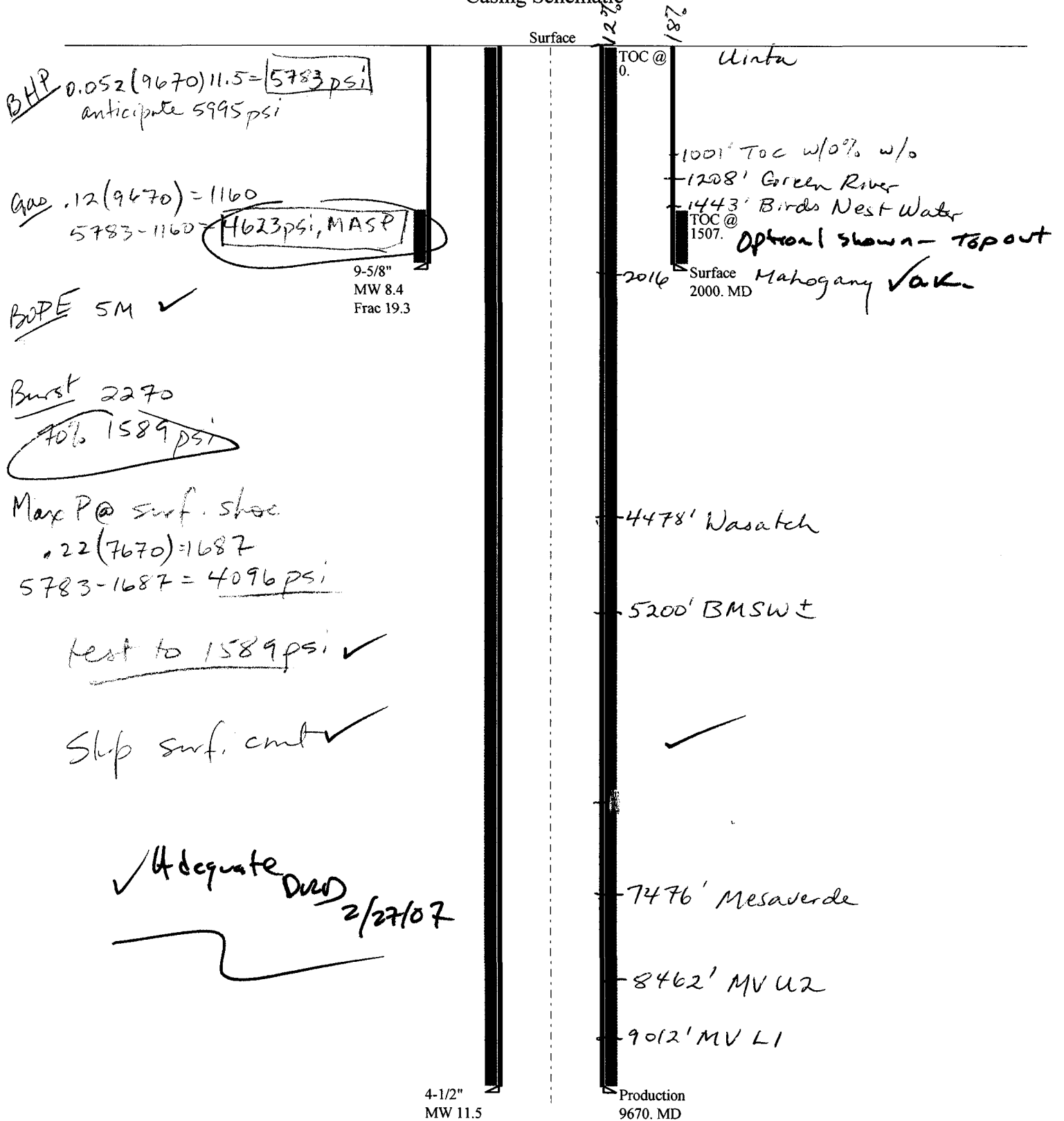
Ben Williams representing the UDWR stated the area is classified as yearlong critical habitat for antelope. He stated that the lack of water not forage is the limiting factor affecting the herd in the area. He recommended no restrictions for antelope. No other wildlife is expected to be significantly affected. He gave Jim Davis of SITLA and Carroll Estes of Kerr McGee a copy of his wildlife evaluation and a UDWR recommended seed mix to be used when revegetating the location.

The area was covered with snow. ATV's were used to access the site.

Floyd Bartlett
Evaluator

2/13/2007
Date / Time

Casing Schematic



Well name:		2007-02 Kerr McGee NBU 1021-19C	
Operator:		Kerr McGee Oil & Gas Onshore L.P.	
String type:		Surface	
Location:		Uintah County, Utah	
		Project ID: 43-047-39004	

Design parameters:
Collapse

Mud weight: 8.400 ppg
Design is based on evacuated pipe.

Minimum design factors:
Collapse:

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No
Surface temperature: 75 °F
Bottom hole temperature: 103 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 1,500 ft

Cement top: 1,507 ft

Burst

Max anticipated surface pressure: 1,760 psi
Internal gradient: 0.120 psi/ft
Calculated BHP 2,000 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.50 (B)

Tension is based on buoyed weight.
Neutral point: 1,753 ft

Non-directional string.
Re subsequent strings:

Next setting depth: 9,670 ft
Next mud weight: 11.500 ppg
Next setting BHP: 5,777 psi
Fracture mud wt: 19.250 ppg
Fracture depth: 2,000 ft
Injection pressure: 2,000 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	2000	9.625	32.30	H-40	ST&C	2000	2000	8.876	883.8
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	873	1370	1.570	2000	2270	1.13	57	254	4.48 J

Prepared by: Helen Sadik-Macdonald
Div of Oil, Gas & Minerals

Phone: (801) 538-5357
FAX: (801) 359-3940

Date: February 22, 2007
Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2000 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

Well name:

2007-02 Kerr McGee NBU 1021-19C

Operator:

Kerr McGee Oil & Gas Onshore L.P.

String type:

Production

Project ID:

43-047-39004

Location:

Uintah County, Utah

Design parameters:**Collapse**

Mud weight: 11.500 ppg

Design is based on evacuated pipe.

Minimum design factors:**Collapse:**

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No

Surface temperature: 75 °F

Bottom hole temperature: 210 °F

Temperature gradient: 1.40 °F/100ft

Minimum section length: 1,500 ft

Cement top: Surface

Burst

Max anticipated surface

pressure: 3,649 psi

Internal gradient: 0.220 psi/ft

Calculated BHP 5,777 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)

8 Round LTC: 1.80 (J)

Buttress: 1.60 (J)

Premium: 1.50 (J)

Body yield: 1.50 (B)

Non-directional string.

Tension is based on buoyed weight.

Neutral point: 8,008 ft

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	9670	4.5	11.60	I-80	LT&C	9670	9670	3.875	843.9
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	5777	6360	1.101	5777	7780	1.35	93	212	2.28 J

Prepared Helen Sadik-Macdonald
by: Div of Oil, Gas & MineralsPhone: (801) 538-5357
FAX: (801) 359-3940Date: February 22, 2007
Salt Lake City, Utah**Remarks:**

Collapse is based on a vertical depth of 9670 ft, a mud weight of 11.5 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:
3160
(UT-922)

February 7, 2007

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2007 Plan of Development Natural Buttes Unit Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Natural Buttes Unit, Uintah County, Utah.

API #	WELL NAME	LOCATION
-------	-----------	----------

(Proposed PZ Wasatch/MesaVerde)

43-047-39004	NBU 1021-19C	Sec. 19 T. 10S R. 21E	0620 FNL 1904 FWL
43-047-39005	NBU 1021-19D	Sec. 19 T. 10S R. 21E	0637 FNL 0755 FWL
43-047-39006	NBU 1021-19E	Sec. 19 T. 10S R. 21E	2146 FNL 0879 FWL
43-047-39007	NBU 1021-19K	Sec. 19 T. 10S R. 21E	2181 FSL 2092 FWL
43-047-39008	NBU 1021-19N	Sec. 19 T. 10S R. 21E	0462 FSL 1845 FWL
43-047-39009	NBU 1021-29L	Sec. 29 T. 10S R. 21E	1398 FSL 0190 FWL
43-047-39010	NBU 1021-29O	Sec. 29 T. 10S R. 21E	0615 FSL 2115 FEL
43-047-39011	NBU 1021-29N	Sec. 29 T. 10S R. 21E	0250 FSL 1764 FWL
43-047-39012	NBU 1021-29J	Sec. 29 T. 10S R. 21E	1532 FSL 2192 FEL
43-047-39013	NBU 1021-29K	Sec. 29 T. 10S R. 21E	1804 FSL 2143 FWL
43-047-39014	NBU 1021-29I	Sec. 29 T. 10S R. 21E	2060 FSL 0962 FEL
43-047-39015	NBU 1021-29G	Sec. 29 T. 10S R. 21E	2090 FNL 1960 FEL
43-047-39016	NBU 1021-29F	Sec. 29 T. 10S R. 21E	1718 FNL 1529 FWL
43-047-39017	NBU 1021-29E	Sec. 29 T. 10S R. 21E	2635 FNL 1010 FWL
43-047-39018	NBU 1021-29C	Sec. 29 T. 10S R. 21E	0476 FNL 2501 FWL
43-047-39019	NBU 1021-29A	Sec. 29 T. 10S R. 21E	0170 FNL 0627 FEL
43-047-39020	NBU 1021-30I	Sec. 30 T. 10S R. 21E	2131 FSL 0387 FEL
43-047-39021	NBU 1021-30J	Sec. 30 T. 10S R. 21E	1901 FSL 1827 FEL
43-047-39022	NBU 1021-30K	Sec. 30 T. 10S R. 21E	1398 FSL 2686 FWL
43-047-39023	NBU 1021-30L	Sec. 30 T. 10S R. 21E	1602 FSL 0980 FWL
43-047-39024	NBU 1021-30M	Sec. 30 T. 10S R. 21E	0612 FSL 0462 FWL

Page 2

43-047-39025 NBU 1021-30N Sec. 30 T. 10S R. 21E 0942 FSL 1876 FWL
43-047-39026 NBU 1021-32A Sec. 32 T. 10S R. 21E 0646 FNL 0955 FEL
43-047-39027 NBU 1021-32B Sec. 32 T. 10S R. 21E 0837 FNL 2117 FEL
43-047-39028 NBU 1021-32C Sec. 32 T. 10S R. 21E 0664 FNL 1840 FWL
43-047-39029 NBU 1021-32F Sec. 32 T. 10S R. 21E 1909 FNL 2165 FWL
43-047-39001 NBU 1021-01G Sec. 01 T. 10S R. 21E 2660 FSL 1765 FEL
43-047-39002 NBU 1021-01O Sec. 01 T. 10S R. 21E 0245 FSL 2619 FEL
43-047-39003 NBU 1021-01P Sec. 01 T. 10S R. 21E 0888 FSL 1309 FEL
43-047-39030 NBU 1022-18A Sec. 18 T. 10S R. 22E 1007 FNL 0512 FEL
43-047-39031 NBU 1022-24I Sec. 24 T. 10S R. 22E 2045 FSL 1166 FEL
43-047-39032 NBU 1022-25B Sec. 25 T. 10S R. 22E 0403 FNL 1971 FEL
43-047-39033 NBU 1022-25H Sec. 25 T. 10S R. 22E 2604 FNL 0825 FEL

Our records indicate the NBU 1022-25H is closer than 460 feet from the Natural Buttes Unit boundary (approximately 36 feet).

We have no objections to permitting the wells so long as the unit operator receives an exception to the locating and siting requirements of the State of Utah (R649-3-2).

/s/ Michael L. Coulthard

bcc: File – Natural Buttes Unit
Division of Oil Gas and Mining
Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:2-7-07

From: Ed Bonner
To: Mason, Diana
Date: 2/27/2007 8:48 AM
Subject: Well Clearance

CC: Davis, Jim; Garrison, LaVonne; Hill, Brad; Hunt, Gil
The following wells have been given cultural resources clearance by the Trust Lands Cultural Resources Group:

Kerr McGee Oil & Gas Onshore LP
NBU 1021-19C (API 43 047 39004)
NBU 1021-19D (API 43 047 39005)
NBU 1021-19E (API 43 047 39006)
NBU 1021-19K (API 43 047 39007)
NBU 1021-19N (API 43 047 39008)
NBU 1022-18A (API 43 047 39030)

If you have any questions regarding this matter please give me a call.



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

February 28, 2007

Kerr-McGee Oil & Gas Onshore LP
1368 S 1200 E
Vernal, UT 84078

Re: Natural Buttes Unit 1021-19C Well, 620' FNL, 1904' FWL, NE NW, Sec. 19,
T. 10 South, R. 21 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39004.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor (via e-mail)
SITLA
Bureau of Land Management, Vernal District Office

Operator: Kerr-McGee Oil & Gas Onshore LP
Well Name & Number Natural Buttes Unit 1021-19C
API Number: 43-047-39004
Lease: ML-22792

Location: NE NW Sec. 19 T. 10 South R. 21 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following action during drilling of this well:

- 24 hours prior to cementing or testing casing – contact Dan Jarvis
- 24 hours prior to testing blowout prevention equipment – contact Dan Jarvis
- 24 hours prior to spudding the well – contact Carol Daniels
- Within 24 hours of any emergency changes made to the approved drilling program – contact Dustin Doucet
- Prior to commencing operations to plug and abandon the well – contact Dan Jarvis

The operator is required to get approval from the Division of Oil, Gas and Mining before performing any of the following actions during the drilling of this well:

- Plugging and abandonment or significant plug back of this well – contact Dustin Doucet
- Any changes to the approved drilling plan – contact Dustin Doucet

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at: (801) 538-5338 office
(801) 733-0983 home
- Carol Daniels at: (801) 538-5284 office
- Dustin Doucet at: (801) 538-5281 office
(801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
6. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
7. Surface casing shall be cemented to the surface.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
2. NAME OF OPERATOR: KERR MCGEE OIL & GAS ONSHORE LP	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST VERNAL UT 84078	7. UNIT or CA AGREEMENT NAME: UNIT #891008900A
PHONE NUMBER: (435) 781-7024	8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 620'FNL, 1904'FWL	9. API NUMBER: 43-044-39004
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES

COUNTY: UINTAH

STATE: UTAH

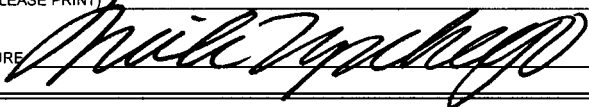
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input checked="" type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

AN ON-SITE INSPECTION WAS CONDUCTED ON 02/13/2007 WITH UDOGM AND SITLA REPRESENTATIVES. IT WAS DECIDED AT THE ON-SITE INSPECTION TO CHANGE THE PIPELINE WAS CHANGED FROM 2055" +/- OF 4" STEEL AND 12,050' +/- OF 4" PIPELINE TO APPROXIMATELY 2300' +/- OF 4" STEEL PIPELINE, APPROXIMATELY 2100' +/- OF 4" STEEL PIPELINE.

PLEASE REFER TO THE ATTACHED REVISED TOPO MAP D FOR PIPELINE PLACEMENT.

NAME (PLEASE PRINT) SHEILA UPCHEGO	TITLE SENIOR LAND ADMIN SPECIALIST
SIGNATURE 	DATE 3/14/2007

(This space for State use only)

RECEIVED

MAR 21 2007

DIV. OF OIL, GAS & MINING

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: Kerr-McGee Oil & Gas Onshore, LP

Well Name: NBU 1021-19C

API No: 43-047-39004 Lease Type: State

Section 19 Township 10S Range 21E County Uintah

Drilling Contractor Pete Martin Rig # Bucket

SPUDDED:

Date 6-21-07

Time 9:30 AM

How Dry

Drilling will Commence: _____

Reported by Lou Weldon

Telephone # 435-781-7064

Date 6-22-07 Signed RM

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 6

ENTITY ACTION FORM

Operator: KERR McGEE OIL & GAS ONSHORE LP Operator Account Number: N 2995
Address: 1368 SOUTH 1200 EAST
city VERNAL
state UT zip 84078 Phone Number: (435) 781-7024

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304739004	NBU 1021-19C		NENW	19	10S	21E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
<u>B</u>	99999	<u>2900</u>	6/21/2007		<u>6/28/07</u>		
Comments: MIRU PETE MARTIN BUCKET RIG. <u>WSMVD</u> SPUD WELL LOCATION ON 06/21/2007 AT 0930 HRS.							

Well 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304737169	NBU 1022-10L		NWSW	10	10S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
<u>B</u>	99999	<u>2900</u>	6/21/2007		<u>6/28/07</u>		
Comments: MIRU PETE MARTIN BUCKET RIG. <u>WSMVD</u> SPUD WELL LOCATION ON 06/21/2007 AT 1030 HRS.							

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
Comments:							

ACTION CODES:

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (Explain in 'comments' section)

To: BARLENE RUSSELL From: SHEILA UPCHEGO
(9/2000) Co./Dept. UTDORM Co. KMB
Phone # (901) 538-6836 Phone (435) 781-7024
Fax # (901) 334-3940 Fax (435) 781-7094

SHEILA UPCHEGO

Name (Please Print)

Signature

SENIOR LAND SPECIALIST

6/25/2007

Title

Date

RECEIVED**JUN 25 2007**

DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL ☐ GAS WELL ☒ OTHER _____

2. NAME OF OPERATOR:
KERR MCGEE OIL & GAS ONSHORE LP

3. ADDRESS OF OPERATOR:
1368 SOUTH 1200 EAST VERNAL UT 84078

PHONE NUMBER:
(435) 781-7024

4. LOCATION OF WELL

FOOTAGES AT SURFACE: 620'FNL, 1904'FWL

COUNTY: UINTAH

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E

STATE: UTAH

5. LEASE DESIGNATION AND SERIAL NUMBER:
ML-22792

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7. UNIT or CA AGREEMENT NAME:
UNIT #891008900A

8. WELL NAME and NUMBER:
NBU 1021-19C

9. API NUMBER:
4304739004

10. FIELD AND POOL, OR WILDCAT:
NATURAL BUTTES

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: WELL SPUD
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

MIRU PETE MARTIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'. RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/28 SX READY MIX.

SPUD WELL LOCATION ON 06/21/2007 AT 0930 HRS.

RECEIVED

JUL 02 2007

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

SIGNATURE

DATE 6/25/2007

(This space for State use only)

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
2. NAME OF OPERATOR: KERR MCGEE OIL & GAS ONSHORE LP		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST VERNAL UT 84078		7. UNIT or CA AGREEMENT NAME: UNIT #891008900A
PHONE NUMBER: (435) 781-7024		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 620'FNL, 1904'FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E		9. API NUMBER: 4304739004
		10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
		COUNTY: UINTAH
		STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: SET SURFACE CSG
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

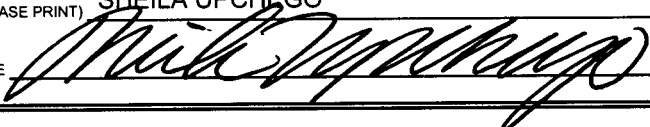
MIRU BILL MARTIN AIR RIG ON 06/24/2007. DRILLED 12 1/4" SURFACE HOLE TO 2060'. RAN 9 5/8" 32.3# H-40 SURFACE CSG. LEAD CMT W/180 SX HIFILL CLASS G @11.0 PPG 3.82 YIELD. TAILED CMT W/200 SX PREM CLASS G @15.8 PPG 1.15 YIELD. GOOD RETURNS THROUGHOUT JON 14 +/- BBL LEAD CMT TO PIT. RAN 200' OF 1" PIPE. CMT W/125 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN 1" PIPE GOOD CMT TO SURFACE AND FELL BACK. TOP OUT W/125 SX PREM CLASS G @15.8 PPG 1.15 YIELD DOWN BACKSIDE GOOD CMT TO SURFACE HOLE STAYED FULL.

WORT

RECEIVED

JUL 02 2007

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) SHEILA UPCHEGO	TITLE SENIOR LAND ADMIN SPECIALIST
SIGNATURE 	DATE 6/26/2007

(This space for State use only)

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
2. NAME OF OPERATOR: KERR MCGEE OIL & GAS ONSHORE LP		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST VERNAL UT 84078		7. UNIT or CA AGREEMENT NAME: UNIT #891008900A
4. LOCATION OF WELL FOOTAGES AT SURFACE: 620'FNL, 1904'FWL		8. WELL NAME and NUMBER: NBU 1021-19C
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E		9. API NUMBER: 4304739004
STATE: UTAH		10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: FINAL DRILLING OPERATIONS
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FINISHED DRILLING FROM 2060' TO 9650' ON 08/17/2007. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD W/327 SX PREM LITE II @11.0 PPG 3.38 YIELD. TAILED CMT W/1276 SX 50/50 POZ @14.3 PPG 1.31 YIELD. DISPLACE W/149.3 BBLS MAGNACIDE & CLAYTREAT BUMP PLUG 500 OVER FLOATS HELD HANG CASING 70,000# CLEAN MUD TANKS.

RELEASED PIONEER RIG 41 ON 08/19/2007 AT 2000 HRS.

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

SIGNATURE

DATE 8/20/2007

(This space for State use only)

RECEIVED
SEP 04 2007
DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL

OIL WELL ☐

GAS WELL ☒

OTHER _____

2. NAME OF OPERATOR:

KERR MCGEE OIL AND GAS ONSHORE LP

3. ADDRESS OF OPERATOR:

1368 SOUTH 1200 EAST CITY VERNAL

STATE UT ZIP 84078

PHONE NUMBER:

(435) 781-7024

5. LEASE DESIGNATION AND SERIAL NUMBER:

ML-22972

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7. UNIT or CA AGREEMENT NAME:

UNIT #891008900A

8. WELL NAME and NUMBER:

NBU 1021-19C

9. API NUMBER:

4304739004

10. FIELD AND POOL, OR WILDCAT:

NATURAL BUTTES

4. LOCATION OF WELL

FOOTAGES AT SURFACE: 620'FNL-1904'FWL

COUNTY: UINTAH

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E

STATE:

UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☐ NOTICE OF INTENT
(Submit in Duplicate)

Approximate date work will start:

☒ SUBSEQUENT REPORT
(Submit Original Form Only)

Date of work completion:

☐ ACIDIZE

☐ ALTER CASING

☐ CASING REPAIR

☐ CHANGE TO PREVIOUS PLANS

☐ CHANGE TUBING

☐ CHANGE WELL NAME

☐ CHANGE WELL STATUS

☐ COMMINGLE PRODUCING FORMATIONS

☐ CONVERT WELL TYPE

☐ DEEPEN

☐ FRACTURE TREAT

☐ NEW CONSTRUCTION

☐ OPERATOR CHANGE

☐ PLUG AND ABANDON

☐ PLUG BACK

☐ PRODUCTION (START/RESUME)

☐ RECLAMATION OF WELL SITE

☐ RECOMPLETE - DIFFERENT FORMATION

☐ REPERFORATE CURRENT FORMATION

☐ SIDETRACK TO REPAIR WELL

☐ TEMPORARILY ABANDON

☐ TUBING REPAIR

☐ VENT OR FLARE

☐ WATER DISPOSAL

☐ WATER SHUT-OFF

☒ OTHER: PRODUCTION
START UP

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 10/15/2007 @ 8:45 AM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY.

RECEIVED

OCT 24 2007

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

SIGNATURE

DATE

10/18/2007

(This space for State use only)



Anadarko Petroleum Corporation
1368 S. 1200 East
Vernal, UT 84078

CHRONOLOGICAL WELL HISTORY

NBU 1021-19C

NENW, SEC. 19, T10S, R21E
UINTAH COUNTY, UT

DATE	ACTIVITY	STATUS
06/05/07	LOCATION STARTED PIONEER 41	
06/18/07	LOCATION COMPLETED PIONEER 41	P/L IN, WOBR
06/21/07	SET CONDUCTOR PIONEER 41	
06/24/07	SET AIR RIG 9 5/8" @2029 PIONEER 41	WORT
08/02/07	TD: 2060' Csg. 9 5/8" @ 2029' MW: 8.4 SD: 8/XX/07 DSS: 0 RDRT and move out front end to NBU 1021-19C. SDFN.	
08/03/07	TD: 2060' Csg. 9 5/8" @ 2029' MW: 8.4 SD: 8/XX/07 DSS: 0 Move rig f/ NBU 1021-19N. 100% moved and 10% rigged up @ report time.	
08/06/07	TD: 2750' Csg. 9 5/8" @ 2029' MW: 8.4 SD: 8/5/07 DSS: 1 Finish rig repair and RURT. NU and test BOPE. PU drill string and drill FE. Rotary spud @ 2200 hrs 8/5/07. Drill from 2060'-2750'. DA report time.	
08/07/07	TD: 4410' Csg. 9 5/8" @ 2029' MW: 9.3 SD: 8/5/07 DSS: 2 Drill and survey from 2750'-4410'. DA report time.	
08/08/07	TD: 5900' Csg. 9 5/8" @ 2029' MW: 9.6 SD: 8/5/07 DSS: 3 Drill from 4410'-5900'. DA.	
08/09/07	TD: 6795' Csg. 9 5/8" @ 2029' MW: 10.0 SD: 8/5/07 DSS: 4 Drill from 5900'-6795'. DA.	
08/10/07	TD: 6795' Csg. 9 5/8" @ 2029' MW: 10.0 SD: 8/5/07 DSS: 4 Drill from 5900'-6795'. DA.	
08/13/07	TD: 8465' Csg. 9 5/8" @ 2029' MW: 10.7 SD: 8/5/07 DSS: 8 TIH. Repair draw works. FIH. Drill from 7103'-8465'. DA.	
08/14/07		

TD: 8715' Csg. 9 5/8" @ 2029' MW: 10.9 SD: 8/5/07 DSS: 9
Drill from 8465'-8513'. TFNB. Drill to 8715'. DA.

08/15/07

TD: 9070' Csg. 9 5/8" @ 2029' MW: 11.0 SD: 8/5/07 DSS: 10
Drill from 8715'-9070'. DA.

08/16/07

TD: 9340' Csg. 9 5/8" @ 2029' MW: 11.3 SD: 8/5/07 DSS: 11
Drill from 9070'-9124'. TFNB and MM. Drill to 9340'. DA.

08/17/07

TD: 9650' Csg. 9 5/8" @ 2029' MW: 11.8 SD: 8/5/07 DSS: 12
Drill from 9340'-9650' TD. Short trip 10 stds. Lost full returns. Build LCM pill @ report time.

08/20/07

TD: 9650' Csg. 9 5/8" @ 2029' MW: 11.8 SD: 8/5/07 DSS: 12
Build volume and regain returns. LDDS. Run triple combo. Run and cement 4 1/2" Production Casing. Set slips and release rig @ 2000 hrs 8/19/07. RDRT.

10/04/07

Run Tbg

Days On Completion: 1

Remarks: 7:00 a.m. HSM. MIRU. NDWH. NUBOPE. PREP & TALLY 2 3/8" L-80 8RD 4.7# TBG. P/U 3 7/8" MILL, BIT SUB & RIH P/U TBG OFF TRAILER. TAG FILL @ 9529'. 77' FILL. R/U DRL EQUIP. R/U PMP & LINES. BRK CONV CIRC & BEG TO DRL. C/O 77' CMT. (FOUND RUBBER IN RETURNS). PBTd @ 9606'. CIRC WELL CLEAN. R/D DRL EQUIP. POOH, L/D 4 JTS. EOT @ 9480'. SWI. SDFWE.

10/05/07

STAND BY

Days On Completion: 3

Remarks: STAND BY.

10/08/07

Log & Perforate

Days On Completion: 5

Remarks: 7:00 AM HSM. PU 4 JTS. & RUN MILL BACK TO BOTTOM, 9637'. PULL & LAY DOWN 28 JTS., PULL & STAND BACK 142 1/2 STANDS. ND BOP'S, NU FRAC VALVES. RU CUTTERS, START IN HOLE, RUN TO 3000', COULD NOT GET LOG TO WORK, PULL BACK OUT OF HOLE, CHANGE OUT LOGGING TOOL, TRY AGAIN. STILL WOULD NOT WORK. PULL OUT OF HOLE, CHANGE OUT COMPUTER. RUN TO BOTTOM & RUN CBL, CCL, GAMMA RAY LOG FROM 9630' TO SURFACE. BOND LOOKED GOOD, HIT FOAM @ 550', ESTIMATED CEMENT TOP @ SURFACE. RU BC QUICK TEST & PRESS. TEST CSG, WELL HEAD & FRAC VALVES TO 7500 PSI, HELD OK. MAKE UP CUTTERS 3 1/8" SELECT FIRE GUNS, .34" DIA. HOLES, 22" PENETRATION, 120* PHASING, 3 SPF, RIH & PERFORATE MV FORMATION AS FOLLOWS: 9386-9387' 9396-9397' 9431-9432' 9476-9477' 9499-9500' 9534-9535' 9542-9543' 9600-9601' RD CUTTERS, CLOSE IN WELL & SDFN 6:00PM

10/09/07

PERF & FRAC

Days On Completion: 6

Remarks: 7:00 A.M. HSM MIRU CUTTERS W.L. SVC. MIRU WEATHERFORD FRAC SVC. PRIME PMPS & PSI TST LINES TO 8500# (held). PREP TO FRAC ALL STAGES SHOT W/ 3 1/8" HSC PERF GUNS LOADED W/ 12 GM CHARGES. 3 SPF, 120 DEG PHASING (SELECT FIRE). ALL STAGES INCLUDE NALCO DVE-005 SCALE INHIB 3 GAL PER THOUSAND IN

PAD & 1/2 RAMP. 10 GAL PER THOUSAND IN FLUSH. ALL WATER TREATED W/ BIO-CLEAR 50, BIOCID @ 4 GAL PER THOUSAND. ALL CBP'S ARE 4 1/2" BAKER 8K CBP'S. ALL STAGES TREATED W/ 30/50 SAND.

STG 1: BRK DWN PERF'S @ 5596#, EST INJ RT @ 35 BPM @ 4650#, ISIP 3462#, F.G. .81, TREAT STG 1 W/ 63,200# SAND W/ SLK WTR. TOT CL FL 1872 BBLS, ISIP 3025#, NPI - 437#, FG .76

STG 2: P/U 3 1/8" HSC PERF GUNS & 4 1/2" BAK 8K CBP & RIH. SET CBP @ 9366'. P/U SHOOT 3 HOLES F/ 9118' - 19', 9139' - 40', 9167' - 68', 9178' - 79', 9232' - 33', 9262' - 63', 9275' - 76', 9298' - 99', 9335' - 36'. POOH. BRK DWN PERF'S @ 3617#, EST INJ RT @ 49.7 BPM @ 5500#, ISIP 3055#, FG .77, TREAT STG 2 W/ 51,400# SAND W/ SLK WTR. TOT CL FL 1388 BBLS. ISIP 3177#, NPI 122#, FG .79

STG 3: P/U 3 1/8" HSC PERF GUNS & 4 1/2" BAK 8K CBP & RIH. SET CBP @ 9086'. P/U SHOOT 3 HOLES F/ 9062' - 63', 9025' - 26', 9008' - 09', 8965' - 66', 8930' - 31', 8881' - 82', 8872' - 73', POOH. BRK DWN PERF'S @ 3757#, EST INJ RT @ 45 BPM @ 6400#, ISIP 2722#, FG .75, TREAT STG 3 W/ 56,400# SAND W/ SLK WTR. TOT CL FL 1494 BBLS. ISIP 3065#, NPI 343#, FG .78

STG 4: P/U 3 1/8" HSC PERF GUNS & 4 1/2" BAK 8K CBP & RIH. SET CBP @ 8854'. P/U SHOOT 3 HOLES F/ 8841' - 42', 8833' - 34', 8775' - 76', 8730' - 31', 8725' - 26', 8710' - 11', 8694' - 95', 8687' - 88'. POOH. BRK DWN PERF'S @ 5085#, EST INJ RT @ 44.4 BPM @ 6500#, ISIP 3040#, FG .79, TREAT STG 4 W/ 51,500# SAND W/ SLK WTR. TOT CL FL 1375 BBLS. ISIP 2791#, NPI -249#, FG .76

STG 5: P/U 3 1/8" HSC PERF GUNS & 4 1/2" BAK 8K CBP & RIH. SET CBP @ 8314'. P/U SHOOT 3 HOLES F/ 8283' - 84', 8266' - 67', 8253' - 54', 8245' - 46', 8209' - 10', 8128' - 29', 8065' - 66', 8059' - 60', 8038' - 39', 8025' - 26', POOH. BRK DWN PERF'S @ 2933#, EST INJ RT @ 49.6 BPM @ 6100#, ISIP 2477#, FG .75, TREAT STG 5 W/ 61,275# SAND W/ SLK WTR. TOT CL FL 1599 BBLS. ISIP 3125#, NPI 648#, FG .82

10/10/07

PERF & FRAC

Days On Completion: 7

Remarks: 7:00 A.M. HSM CONT TO FRAC.

STG 6: BRK PERF'S DWN @ 4778#, EST INJ RT @ 50.7 BPM @ 5900#, ISIP 2095#, FG .71, TREAT STG 6 W/ 69,000# SAND W/ SLK WTR. TOT CL FL 1780 BBLS. ISIP 3035#, NPI 940#, FG .83

STG 7: P/U 3 1/8" HSC PERF GUNS & 4 1/2" BAK 8K CBP & RIH. SET CBP @ . P/U SHOOT 3 HOLES F/ 7703' - 04', 7691' - 92', 7642' - 43', 7590' - 91', 7586' - 87', 7579' - 80', 7563' - 64', 7549' - 50', 7525' - 26', POOH. BRK DWN PERF'S @ 7006#, EST INJ RT @ 51.9 BPM @ 6150#, ISIP 2598#, FG .78, TREAT STG 7 W/ 89,300# SAND W/ SLK WTR. TOT CL FL 2124 BBLS. ISIP 2878#, NPI 280#, FG .82 P/U 4 1/2" BAK 8K CBP & RIH. SET KILL PLUG @ 7475'. POOH. RDMO CUTTERS. RDMO WEATHERFORD. ND FRAC VLV'S. NU BOPE. P/U 3 7/8" SMITH BIT. POBS & RIH W/ TBG.

10/11/07

DRILL CBP'S

Days On Completion: 8

Remarks: 7:00 A.M. HSM. SICP 0#. BRK CONV CIRC W/ 2% KCL & BEG TO DRL. DRL UP 1ST CBP @ 7475' IN 10 MIN. (600# PSI INC). CONT TO RIH. TAG FILL @ 7650', (70' FILL). C/O TO 2ND CBP @ 7720'. DRL UP 2ND CBP IN 10 MIN. (500# PSI INC). CONT TO RIH. TAG FILL @ 7920', (70' FILL). C/O TO 3RD CBP @ 7990'. DRL UP 3RD CBP IN 8 MIN. (200# PSI INC). CONT TO RIH. TAG FILL @ 8159', (155' FILL). C/O TO 4TH CBP @ 8314'. DRL UP

4TH CBP IN 8 MIN. (600# PSI INC). CONT TO RIH. TAG FILL @ 8794', (60' FILL). C/O TO 5TH CBP @ 8854'. DRL UP 5TH CBP IN 10 MIN. (400# PSI INC). CONT TO RIH. TAG FILL @ 9056', (30' FILL). C/O TO 6TH CBP @ 9086'. DRL UP 6TH CBP IN 11 MIN. (900# PSI INC). CONT TO RIH. TAG FILL @ 9346', (20' FILL). C/O TO 7TH CBP @ 9366'. DRK UP 7TH CBP IN 10 MIN. (500# PSI INC). CONT TO RIH. TAG FILL @ 9585', (45' FILL). C/O TO PBTD @ 9630'. CIRC WELL CLEAN FOR 30 MIN. ND DRL EQUIP. POOH L/D 47 JTS ON TRAILER. LUBRICATE TBG HANGER INTO WELL. LAND TBG W/ EOT @ 8501'. NDBOPE. DROP BALL, NU WH. PMP OFF THE BIT SUB @ 2000#. R/U FLOW BACK EQUIP. TURN OVER TO FLOW BACK CREW.

SICP	
FTP	
48/64 CHOKE	
TBG ON LOC	322 JTS
TBG IN WELL	275 JTS
TBG LEFT ON TRAILER	47 JTS

- 10/12/07 FLOWBACK REPORT:** CP 1375#, TP 1200#, CK 20/64", 50 BWPH, LOAD REC'D 880 BBLS, LLTR 10752 BBLS
- 10/13/07 FLOWBACK REPORT:** CP 1390#, TP 1225#, CK 20/64", 45 BWPH, LOAD REC'D 2011 BBLS, LLTR 9621 BBLS
- 10/14/07 FLOWBACK REPORT:** CP 1950#, TP 1200#, CK 20/64", 45 BWPH, LOAD REC'D 3091 BBLS, LLTR 8541 BBLS
- 10/15/07 FLOWBACK REPORT:** CP 2500#, TP 1300#, CK 20/64", 34 BWPH, LOAD REC'D 3947 BBLS, LLTR 7685 BBLS
WELL WENT ON SALES: @ 08:45 AM, 1100 MCF, 1170 TBG, 2500 CSG, 20/64 CK, 35 BBWH
- 10/16/07 ON SALES:** 638 MCF, 0 BC, 390 BW, TP: 1214#, CP: 2254#, 12/64 CHK, 15 HRS, LP: 166#.
- 10/17/07 ON SALES:** 915 MCF, 0 BC, 672 BW, TP: 1064#, CP: 1984#, 20/64 CHK, 24 HRS, LP: 452#.

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

AMENDED REPORT ☐ FORM 8
(highlight changes)

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. TYPE OF WELL: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
b. TYPE OF WORK: NEW WELL <input checked="" type="checkbox"/> HORIZ. LATS. <input type="checkbox"/> DEEP-EN <input type="checkbox"/> RE-ENTRY <input type="checkbox"/> DIFF. RESVR. <input type="checkbox"/> OTHER _____		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
2. NAME OF OPERATOR: KERR MCGEE OIL & GAS ONSHORE LP		7. UNIT or CA AGREEMENT NAME UNIT #891008900A
3. ADDRESS OF OPERATOR: 1368 S 1200 E CITY VERNAL STATE UT ZIP 84078		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 620'FNL, 1904'FWL AT TOP PRODUCING INTERVAL REPORTED BELOW: AT TOTAL DEPTH:		9. API NUMBER: 4304739004
PHONE NUMBER: (435) 781-7024		10. FIELD AND POOL, OR WILDCAT NATURAL BUTTES
11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E		12. COUNTY UINTAH
		13. STATE UTAH

14. DATE SPUDDED: 6/21/2007	15. DATE T.D. REACHED: 8/17/2007	16. DATE COMPLETED: 10/15/2007	ABANDONED <input type="checkbox"/> READY TO PRODUCE <input checked="" type="checkbox"/>	17. ELEVATIONS (DF, RKB, RT, GL): 5215'GL
18. TOTAL DEPTH: MD 9,650 TVD	19. PLUG BACK T.D.: MD 9,630 TVD	20. IF MULTIPLE COMPLETIONS, HOW MANY? *		21. DEPTH BRIDGE MD PLUG SET: TVD
22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) CBL-CCL-GR, SP/DSN/AEOMP TRUE RES			23. WAS WELL CORED? NO <input checked="" type="checkbox"/> YES <input type="checkbox"/> (Submit analysis) WAS DST RUN? NO <input checked="" type="checkbox"/> YES <input type="checkbox"/> (Submit report) DIRECTIONAL SURVEY? NO <input checked="" type="checkbox"/> YES <input type="checkbox"/> (Submit copy)	

24. CASING AND LINER RECORD (Report all strings set in well)

HOLE SIZE	SIZE/GRADE	WEIGHT (#/ft.)	TOP (MD)	BOTTOM (MD)	STAGE CEMENTER DEPTH	CEMENT TYPE & NO. OF SACKS	SLURRY VOLUME (BBL)	CEMENT TOP **	AMOUNT PULLED
20"	14" STL	36.7#		40		28			
12 1/4"	9 5/8 H-40	32.3#		2,060		630			
7 7/8"	4 1/2 I-80	11.6#		9,650		1603			

25. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
2 3/8"	8,501							

26. PRODUCING INTERVALS

FORMATION NAME	TOP (MD)	BOTTOM (MD)	TOP (TVD)	BOTTOM (TVD)	INTERVAL (Top/Bot - MD)	SIZE	NO. HOLES	PERFORATION STATUS
(A) MESAVERDE	7,525	9,601			7,525 9,601	0.34	177	Open <input checked="" type="checkbox"/> Squeezed <input type="checkbox"/>
(B)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>
(C)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>
(D)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>

28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND TYPE OF MATERIAL
7525'-9601'	PMP 11,632# BBLS SLICK H2O & 442,075# 30/50 SD

RECEIVED

NOV 20 2007

DIV. OF OIL, GAS & MINING

29. ENCLOSED ATTACHMENTS:

- ☐ ELECTRICAL/MECHANICAL LOGS ☐ GEOLOGIC REPORT ☐ DST REPORT ☐ DIRECTIONAL SURVEY
☐ SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION ☐ CORE ANALYSIS ☐ OTHER: _____

30. WELL STATUS:

PROD

31. INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

DATE FIRST PRODUCED: 10/15/2007		TEST DATE: 10/18/2007		HOURS TESTED: 24		TEST PRODUCTION RATES: →	OIL – BBL: 0	GAS – MCF: 1,199	WATER – BBL: 672	PROD. METHOD: FLOWING
CHOKE SIZE: 20/64	TBG. PRESS. 968	CSG. PRESS. 1,786	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL: 0	GAS – MCF: 1,199	WATER – BBL: 672	INTERVAL STATUS: PROD

INTERVAL B (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	INTERVAL STATUS:

INTERVAL C (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	INTERVAL STATUS:

INTERVAL D (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	INTERVAL STATUS:

32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

SOLD

33. SUMMARY OF POROUS ZONES (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)
WASATCH MESAVERDE	4,475 7,512	7,512			

35. ADDITIONAL REMARKS (Include plugging procedure)

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

SIGNATURE

DATE 11/14/2007

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

** ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST CITY VERNAL STATE UT ZIP 84078		7. UNIT or CA AGREEMENT NAME: UNIT #891008900A
PHONE NUMBER: (435) 781-7024		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 620'FNL, 1904'FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E		9. API NUMBER: 4304739004
		10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
		COUNTY: UINTAH
		STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<input type="checkbox"/> CONVERT WELL TYPE	<input checked="" type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

THE OPERATOR REQUESTS AUTHORIZATION TO PERFORM A RECOMPLETION ON THE SUBJECT WELL LOCATION.
THE OPERATOR WILL COMPLETE THE WASATCH FORMATION.

PLEASE REFER TO THE ATTACHED WASATCH RECOMPLETION PROCEDURE.

COPY SENT TO OPERATOR


Date: 6.10.2008

Initials: KS

RECEIVED

MAY 19 2008

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) SHEILA UPCHEGO	TITLE SENIOR LAND ADMIN SPECIALIST
SIGNATURE 	DATE 5/14/2008

(This space for State use only)

APPROVED BY THE STATE
OF UTAH DIVISION OF
OIL, GAS, AND MINING
DATE: 6/2/08
BY: D. Sullivan
(See Instructions on Reverse Side)

Name: NBU 1021-19C
Location: NE NW Sec 19 T10S R21E
Uintah County, UT
Date: 05/09/2008

ELEVATIONS: 5214 GL 5232 KB

TOTAL DEPTH: 9651 **PBTD:** 9540
SURFACE CASING: 9 5/8", 36# J-55 ST&C @ 2029'
PRODUCTION CASING: 4 1/2", 11.6#, I-80 LT&C @ 9636'
 Marker Joint **4341-4352'**

TUBULAR PROPERTIES:

	BURST (psi)	COLLAPSE (psi)	DRIFT DIA. (in.)	CAPACITIES	
				(bbl/ft)	(gal/ft)
2 3/8" 4.7# J-55 tbg	7,700	8,100	1.901"	0.00387	0.1624
4 1/2" 11.6# I-80 (See above)	7780	6350	3.875"	0.0155	0.6528
2 3/8" by 4 1/2" Annulus				0.0101	0.4227

TOPS:

1205' Green River
 1813' Mahogany
 4475' Wasatch
 7473' Mesaverde

GENERAL:

- A minimum of **12** tanks (cleaned lined 500 bbl) of **FRESH** water will be required. Note: Use biocide in tanks and the water needs to be at least 65-75°F at pump time.
- All perforation depths are from Halliburtons Induction-Density-Neutron log dated 08/18/2007
- **11** fracturing stages required for coverage.
- Procedure calls for 11 CBP's (**8000** psi) and 1 CIBP.
- Calculate open perforations after each breakdown. If less than 60% of the perforations appear to be open, ball out with 15% HCl.
- Put scale inhibitor 3 gals/1000 gals (in pad and 1/2 the ramp) and 10 gals/1000 gals in all flushes except the final stage. Remember to pre-load the casing with scale inhibitor for the very first stage with 10 gpt.
- 20/40 mesh Ottawa sand, **Gel frac**.
- Maximum surface pressure **6200** psi.
- Flush volumes are the sum of slick water and acid used during displacement (include scale inhibitor as mentioned above). **DO NOT OVERDISPLACE**. Stage acid and scale inhibitor if necessary to cover the next perforated interval.
- Service companies need to provide surface/production annulus pop-offs to be set for 1500 psi for each frac.

- Pump resin coated sand last 5,000# of all frac stages
- This well was original completed in October of 2007.

Existing Perfs :

Formation	Top	Bottom	SPF	Holes	Formation	Top	Bottom	SPF	Holes
MV	7525	7526	3	3	MV	8872	8873	3	3
MV	7549	7550	3	3	MV	8881	8882	3	3
MV	7563	7564	3	3	MV	8930	8931	3	3
MV	7579	7580	3	3	MV	8965	8966	3	3
MV	7590	7591	3	3	MV	9008	9009	3	3
MV	7691	7692	3	3	MV	9025	9026	3	3
MV	7703	7704	3	3	MV	9062	9063	3	3
MV	8025	8026	3	3	MV	9386	9387	3	3
MV	8038	8039	3	3	MV	9396	9397	3	3
MV	8059	8060	3	3	MV	9431	9432	3	3
MV	8065	8066	3	3	MV	9476	9477	3	3
MV	8128	8129	3	3	MV	9499	9500	3	3
MV	8209	8210	3	3	MV	9534	9535	3	3
MV	8245	8246	3	3	MV	9542	9543	3	3
MV	8253	8254	3	3	MV	9600	9601	3	3
MV	8266	8267	3	3					
MV	8283	8284	3	3					
MV	8687	8688	3	3					
MV	8694	8695	3	3					
MV	8710	8711	3	3					
MV	8725	8726	3	3					
MV	8730	8731	3	3					
MV	8775	8776	3	3					
MV	8833	8834	3	3					
MV	8841	8842	3	3					

PROCEDURE:

1. MIRU. Control well with 2% KCL water and biocide as required. ND WH, NU BOP's and test.
2. TOOH with 2-3/8", 4.7#, J-55 tubing, currently landed at ~8501'. Visually inspect for scale and consider replacing if needed.
3. If tbg looks OK, run a gauge ring to 7350. Otherwise P/U a mill and C/O to 7350. TOOH and laydown 2 3/8" tbg.
4. PU CBP and RIH w/ wireline. Set 8000 psi CIBP at ~7330.
5. Perf the following with 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	7155	7156	4	4
WASATCH	7178	7179	4	4
WASATCH	7186	7188	4	8
WASATCH	7195	7197	4	8
WASATCH	7216	7218	4	8
WASATCH	7252	7254	4	8
WASATCH	7298	7299	4	4

6. Breakdown perfs and establish injection rate (include scale inhibitor in fluid). Fracture as outlined in Stage 1 on attached listing. Under-displace to ~7131' and trickle 250gal 15%HCL w/ scale inhibitor in flush .

7. Set 8000 psi CBP at ~7131'. Perf the following 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	6932	6933	4	4
WASATCH	6963	6964	4	4
WASATCH	6976	6977	4	4
WASATCH	6993	6994	4	4
WASATCH	7006	7007	4	4
WASATCH	7014	7016	4	8
WASATCH	7025	7026	4	4
WASATCH	7048	7049	4	4
WASATCH	7060	7061	4	4
WASATCH	7085	7086	4	4
WASATCH	7100	7101	4	4

8. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 2 on attached listing. Under-displace to ~6882' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

9. Set 8000 psi CBP at ~6858'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	6675	6677	4	8
WASATCH	6716	6717	4	4
WASATCH	6733	6734	4	4
WASATCH	6746	6747	4	4
WASATCH	6752	6753	4	4
WASATCH	6791	6792	4	4
WASATCH	6800	6801	4	4
WASATCH	6816	6818	4	8
WASATCH	6826	6828	4	8

10. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 3 on attached listing. Under-displace to ~6633' trickle 250gal 15%HCL w/ scale inhibitor in flush.

11. Set 8000 psi CBP at ~6633'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	6503	6504	4	4
WASATCH	6516	6517	4	4
WASATCH	6525	6526	4	4
WASATCH	6540	6542	4	8
WASATCH	6562	6564	4	8
WASATCH	6580	6581	4	4
WASATCH	6586	6588	4	8
WASATCH	6602	6603	4	4

12. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 4 on attached listing. Under-displace to ~6476' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

13. Set 8000 psi CBP at ~6476'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	6312	6314	4	8
WASATCH	6340	6344	4	16
WASATCH	6360	6362	4	8
WASATCH	6394	6396	4	8
WASATCH	6444	6446	4	8

14. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 5 on attached listing. Under-displace to ~6262' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

15. Set 8000 psi CBP at ~6092'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	5970	5972	4	8
WASATCH	5977	5978	4	4
WASATCH	5982	5984	4	8
WASATCH	5994	5995	4	4
WASATCH	6056	6058	4	8
WASATCH	6061	6062	4	4

16. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 6 on attached listing. Under-displace to ~5920' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

17. Set 8000 psi CBP at ~5744'. Perf the following 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	5614	5616	4	8
WASATCH	5618	5619	4	4
WASATCH	5631	5633	4	8
WASATCH	5645	5646	4	4
WASATCH	5658	5660	4	8
WASATCH	5699	5701	4	8
WASATCH	5712	5714	4	8

18. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 7 on attached listing. Under-displace to ~5564' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

19. Set 8000 psi CBP at ~5518'. Perf the following with 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	5352	5353	4	4
WASATCH	5408	5410	4	8
WASATCH	5422	5423	4	4
WASATCH	5446	5447	4	4
WASATCH	5479	5480	4	4
WASATCH	5486	5488	4	8

20. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 8 on attached listing. Under-displace to ~5302' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

21. Set 8000 psi CBP at ~5260'. Perf the following with 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	5148	5149	4	4
WASATCH	5153	5154	4	4
WASATCH	5159	5160	4	4
WASATCH	5182	5184	4	8
WASATCH	5194	5196	4	8
WASATCH	5217	5219	4	8
WASATCH	5228	5230	4	8

22. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 9 on attached listing. Under-displace to ~5110' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

23. Set 8000 psi CBP at ~5110'. . Perf the following with 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	5038	5040	4	8
WASATCH	5042	5044	4	8
WASATCH	5050	5052	4	8
WASATCH	5056	5058	4	8
WASATCH	5065	5066	4	4
WASATCH	5079	5080	4	4

24. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 10 on attached listing. Under-displace to ~4988' and trickle 250gal 15%HCL w/ scale inhibitor in flush.

25. Set 8000 psi CBP at ~4854'. . Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	4754	4756	4	8
WASATCH	4780	4781	4	4
WASATCH	4788	4790	4	8
WASATCH	4798	4800	4	8
WASATCH	4816	4818	4	8
WASATCH	4822	4824	4	8

26. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 11 on attached listing. Under-displace to ~4704' and flush only with recycled water.

27. Set 8000 psi CBP at ~4704'.

28. Because of the CIBP we don't want to drop POBS. TIH with 3 7/8" bit, pump off sub, SN and 2 3/8" tubing.

29. Drill plugs, but **do not drill plug at 7330'** and clean out to 7330'. If you can control the well TOOH with 3 7/8" bit, pump off sub, SN and 2 3/8" tubing. Remove 3 7/8" bit and pump off bit sub and TIH with 2 3/8" tubing and SN. Land tubing at **±4650'** unless indicated otherwise by the well's behavior. Tubing is being landed high for production log run.

30. RDMO

For design questions, please call
Curtis Caile, Denver, CO
(406)-490-2742 (Cell)
(720)-929-6194 (Office)

For field implementation questions, please call
Robert Miller, Vernal, UT
4350781 7041 (Office)

NOTES:

Fracturing Schedules
NBU 1021-19C
Gel Frac

4301.2962
102.411814

		Feet	Perfs				Rate	Fluid	Initial	Final	Fluid	Volume	Cum Vol	Volume	Cum Vol	Fluid % of frac	Sand % of frac	Sand	Cum. Sand	Footage from CBP to Flush	Scale Inhib.,
Stage	Zone	of Pay	Top, ft.	Bot., ft.	SPF	Holes	BPM	Type	ppg	ppg		gals	gals	BBLs	BBLs			lbs	lbs		gal.
1	WASATCH	1	7155	7156	4	4	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	1	7178	7179	4	4	0	ISIP and 5 min ISIP										0	840	0	69
	WASATCH	2	7186	7188	4	8	30	25#			Freshwater	1,920	1,920	46	46	16.0%	0.0%	0	0	0	6
	WASATCH	11	7196	7197	4	8	30	25# X-link	1	1	Freshwater	840	840	20	66	7.0%	1.6%	840	840	0	3
	WASATCH	1	7216	7218	4	8	30	25# Xlink	2	2	Freshwater	840	840	20	86	7.0%	3.3%	1,680	2,520	0	3
	WASATCH	1	7252	7254	4	8	30	25# X-link	3	3	Freshwater	1,680	1,680	40	126	14.0%	9.6%	5,040	7,560	0	5
	WASATCH	1	7298	7299	4	4	30	25# Xlink	4	4	Freshwater	1,680	1,680	40	166	14.0%	13.1%	5,720	14,280	0	0
	WASATCH	0					30	25# X-link	6	6	Freshwater	1,680	3,600	40	206	14.0%	19.7%	10,080	24,360	0	0
	WASATCH	0					30	25# Xlink	8	8	Freshwater	3,360	12,000	80	288	28.0%	52.5%	26,880	51,240	0	0
	WASATCH	0						Flush (4-1/2")				6,963	18,963	166	451				51,240	0	69
	WASATCH	0						ISDP and 5 min ISDP											51,240	0	155
		16	# of Perfs/stage			44						18,963				100.0%		gal/ft 760	3,203	lbs sand/ft 0	LOOK
							LOOK	<< Above pump time (min)										gal/ft CBP depth 7,131	7,131		
2	WASATCH	1	6932	6933	4	4	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	1	6963	6964	4	4	0	ISIP and 5 min ISIP										0	854	0	6
	WASATCH	1	6976	6977	4	4	30	25#			Freshwater	1,952	1,952	46	46	16.0%	0.0%	0	0	0	3
	WASATCH	1	6993	6994	4	4	30	25# X-link	1	1	Freshwater	854	854	20	67	7.0%	1.6%	854	854	0	6
	WASATCH	1	7006	7007	4	4	30	25# Xlink	2	2	Freshwater	854	854	20	87	7.0%	3.3%	1,708	2,562	0	3
	WASATCH	1	7014	7016	4	8	30	25# X-link	3	3	Freshwater	1,708	1,708	41	128	14.0%	9.6%	5,124	7,686	0	5
	WASATCH	0	7025	7026	4	4	30	25# Xlink	4	4	Freshwater	1,708	1,708	41	168	14.0%	13.1%	6,832	14,518	0	0
	WASATCH	0	7048	7049	4	4	30	25# X-link	6	6	Freshwater	1,708	3,680	41	209	14.0%	19.7%	10,248	24,766	0	0
	WASATCH	0	7060	7061	4	4	30	25# Xlink	8	8	Freshwater	3,416	12,200	81	290	28.0%	52.5%	27,328	52,094	0	0
	WASATCH	0	7085	7086	4	4		Flush (4-1/2")				6,720	18,920	160	450				52,094	0	67
	WASATCH	0	7100	7101	4	4		ISDP and 5 min ISDP											52,094	0	83
		4	# of Perfs/stage			48						18,920				100.0%		gal/ft 3,050	13,024	lbs sand/ft 24	LOOK
							LOOK	<< Above pump time (min)										gal/ft CBP depth 6,858	6,858		
3	WASATCH	1	6675	6677	4	8	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	1	6716	6717	4	4	0	ISIP and 5 min ISIP										0	872	0	6
	WASATCH	1	6733	6734	4	4	30	25#			Freshwater	1,992	1,992	47	47	16.0%	0.0%	0	0	0	3
	WASATCH	1	6746	6747	4	4	30	25# X-link	1	1	Freshwater	872	872	21	68	7.0%	1.6%	872	872	0	6
	WASATCH	1	6752	6753	4	4	30	25# Xlink	2	2	Freshwater	872	872	21	89	7.0%	3.3%	1,743	2,615	0	3
	WASATCH	0	6791	6792	4	4	30	25# X-link	3	3	Freshwater	1,743	1,743	42	130	14.0%	9.6%	5,229	7,844	0	5
	WASATCH	0	6800	6801	4	4	30	25# Xlink	4	4	Freshwater	1,743	1,743	42	172	14.0%	13.1%	6,972	14,816	0	0
	WASATCH	0	6816	6818	4	8	30	25# X-link	6	6	Freshwater	1,743	3,735	42	213	14.0%	19.7%	10,458	25,274	0	0
	WASATCH	0	6826	6828	4	8	30	25# Xlink	8	8	Freshwater	3,486	12,450	83	296	28.0%	52.5%	27,888	53,162	0	0
	WASATCH	0						Flush (4-1/2")				6,476	18,926	154	451				53,162	0	65
	WASATCH	0						ISDP and 5 min ISDP											53,162	0	81
		3	# of Perfs/stage			48						18,926				100.0%		gal/ft 4,160	17,721	lbs sand/ft 0	LOOK
							LOOK	<< Above pump time (min)										gal/ft CBP depth 6,633	6,633		
4	WASATCH	1	6503	6504	4	4	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	1	6516	6517	4	4	0	ISIP and 5 min ISIP										0	882	0	6
	WASATCH	10	6525	6526	4	4	30	25#			Freshwater	2,016	2,016	48	48	16.0%	0.0%	0	0	0	3
	WASATCH	1	6540	6542	4	8	30	25# X-link	1	1	Freshwater	882	882	21	68	7.0%	1.6%	882	882	0	3
	WASATCH	0	6562	6564	4	8	30	25# Xlink	2	2	Freshwater	882	882	21	90	7.0%	3.3%	1,764	2,646	0	3
	WASATCH	0	6580	6581	4	4	30	25# X-link	3	3	Freshwater	1,764	1,764	42	132	14.0%	9.6%	5,292	7,938	0	5
	WASATCH	0	6586	6588	4	8	30	25# Xlink	4	4	Freshwater	1,764	1,764	42	174	14.0%	13.1%	7,056	14,994	0	0
	WASATCH	0	6602	6603	4	4	30	25# X-link	6	6	Freshwater	1,764	3,760	42	216	14.0%	19.7%	10,584	25,578	0	0
	WASATCH	0					30	25# Xlink	8	8	Freshwater	3,528	12,600	84	300	28.0%	52.5%	28,224	53,802	0	0
	WASATCH	0						Flush (4-1/2")				6,323	18,923	151	451				53,802	0	63
	WASATCH	0						ISDP and 5 min ISDP											53,802	0	80
		12	# of Perfs/stage			44						18,923				100.0%		gal/ft 1,050	4,484	lbs sand/ft 0	LOOK
							FALSE	<< Above pump time (min)										gal/ft CBP depth 6,476	6,476		
5	WASATCH	1	6312	6314	4	8	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	8	6340	6344	4	16	0	ISIP and 5 min ISIP										0	895	0	6
	WASATCH	1	6360	6362	4	8	30	25#			Freshwater	2,047	2,047	49	49	16.0%	0.0%	0	0	0	3
	WASATCH	1	6394	6396	4	8	30	25# X-link	1	1	Freshwater	895	895	21	70	7.0%	1.6%	895	895	0	3
	WASATCH	11	6444	6446	4	8	30	25# Xlink	2	2	Freshwater	895	895	21	91	7.0%	3.3%	1,791	2,686	0	3
	WASATCH	2	No Perfs				30	25# X-link	3	3	Freshwater	1,791	1,791	43	134	14.0%	9.6%	5,373	8,059	0	5
	WASATCH	0					30	25# Xlink	4	4	Freshwater	1,791	1,791	43	177	14.0%	13.1%	7,164	15,223	0	0
	WASATCH	0					30	25# X-link	6	6	Freshwater	1,791	3,838	43	219	14.0%	19.7%	10,746	25,969	0	0
	WASATCH	0					30	25# Xlink	8	8	Freshwater	3,582	12,793	85	305	28.0%	52.5%	28,655	54,624	0	0
	WASATCH	0						Flush (4-1/2")				6,114	18,907	146	450				54,624	0	60
	WASATCH	0						ISDP and 5 min ISDP											54,624	0	77
		22	# of Perfs/stage			48						18,907				100.0%		gal/ft 696	2,541	lbs sand/ft 178	LOOK
							LOOK	<< Above pump time (min)										gal/ft CBP depth 6,092	6,092		
6	WASATCH	33	5970	5972	4	8	Varied	Pump-in test			Freshwater		0	0	0						
	WASATCH	5	5977	5978	4	4	0	ISIP and 5 min ISIP										0	917	0	6
	WASATCH	14	5982	5984	4	8	30	25#			Freshwater	2,097	2,097	50	50	16.0%	0.0%	0	0	0	3
	WASATCH	0	5994	5995	4	4	30	25# X-link	1	1	Freshwater	917	917	22	72	7.0%	1.6%	917	917	0	3
	WASATCH	0	6056	6058	4	8	30	25# Xlink	2	2	Freshwater	917	917	22	94	7.0%	3.3%	1,835	2,752	0	3
	WASATCH	0	6061	6062	4	4	30	25# X-link	3	3	Freshwater	1,835	1,835	44	137	14.0%	9.6%	5,505	8,257	0	6
	WASATCH	0					30	25# Xlink	4	4	Freshwater	1,835	1,835	44	181	14.0%	13.1%	7,340	15,597	0	0
	WASATCH	0					30	25# X-link	6	6	Freshwater	1,835	3,932	44	225	14.0%	19.7%	11,010	26,607	0	0
	WASATCH	0					30	25# Xlink	8	8	Freshwater	3,670	13,107	87	312	28.0%	52.5%	29,360	55,967	0	0
	WASATCH	0						Flush (4-1/2")				5,780	18,887	138	450				55,967	0	56
	WASATCH	0						ISDP and 5 min ISDP											55,967	0	74
		51	# of Perfs/stage			36						18,887				100.0%		gal/ft 267	1,097	lbs sand/ft 176	LOOK
							LOOK	<< Above pump time (min)										gal/ft CBP depth 5,744	5,744		

[illegible]

NBU 1021-19C
Perforation and CBP Summary

Stage	Zones	Perforations		SPF	Holes	Fracture Coverage		
		Top, ft	Bottom, ft					
1	WASATCH	7155	7156	4	4	7156.5	to	7157.5
	WASATCH	7179	7179	4	4	7172	to	7172.5
	WASATCH	7186	7186	4	8	7182.5	to	7184.5
	WASATCH	7195	7197	4	8	7192.5	to	7203
	WASATCH	7216	7218	4	8	7220	to	7221
	WASATCH	7252	7254	4	8	7277.5	to	7278
	WASATCH	7298	7299	4	4	7297	to	7297.5
	# of Perfs/stage				44	CBP DEPTH	7,131	
2	WASATCH	6932	6933	4	4	6907	to	6907.5
	WASATCH	6963	6964	4	4	6960.5	to	6961.5
	WASATCH	6976	6977	4	4	6992.5	to	6993
	WASATCH	6993	6994	4	4	7043	to	7044
	WASATCH	7008	7007	4	4	7053	to	7053.5
	WASATCH	7014	7018	4	8	7084.5	to	7085
	WASATCH	7025	7026	4	4			
	WASATCH	7048	7049	4	4			
	WASATCH	7080	7081	4	4			
	WASATCH	7085	7086	4	4			
	WASATCH	7100	7101	4	4			
	# of Perfs/stage				48	CBP DEPTH	6,858	
3	WASATCH	6675	6677	4	8	6691.5	to	6692
	WASATCH	6716	6717	4	4	6757	to	6758
	WASATCH	6733	6734	4	4	6771	to	6771.5
	WASATCH	6746	6747	4	4	6813.5	to	6814
	WASATCH	6752	6753	4	4	6893.5	to	6894
	WASATCH	6791	6792	4	4			
	WASATCH	6800	6801	4	4			
	WASATCH	6816	6818	4	8			
	WASATCH	6826	6828	4	8			
	# of Perfs/stage				48	CBP DEPTH	6,833	
4	WASATCH	6503	6504	4	4	6530	to	6530.5
	WASATCH	6516	6517	4	4	6551.5	to	6552
	WASATCH	6525	6526	4	4	6590	to	6590
	WASATCH	6540	6542	4	8	6594	to	6595
	WASATCH	6562	6564	4	8			
	WASATCH	6580	6581	4	4			
	WASATCH	6586	6588	4	8			
	WASATCH	6602	6603	4	4			
	# of Perfs/stage				44	CBP DEPTH	6,476	
5	WASATCH	6312	6314	4	8	6321	to	6321.5
	WASATCH	6340	6344	4	16	6337.5	to	6345
	WASATCH	6360	6362	4	8	6356.5	to	6357
	WASATCH	6394	6396	4	8	6359.5	to	6360
	WASATCH	6444	6446	4	8	6387	to	6398
	WASATCH	No Perfs				6436.5	to	6438
	# of Perfs/stage				48	CBP DEPTH	6,092	
6	WASATCH	5970	5972	4	8	5958	to	5990.5
	WASATCH	5977	5978	4	4	5993	to	5997.5
	WASATCH	5982	5984	4	8	6053.5	to	6067.5
	WASATCH	5994	5995	4	4			
	WASATCH	6056	6058	4	4			
	WASATCH	6061	6062	4	8			
	# of Perfs/stage				36	CBP DEPTH	5,744	
7	WASATCH	5614	5616	4	8	5610	to	5610.5
	WASATCH	5618	5619	4	4	5614	to	5615.5
	WASATCH	5631	5633	4	8	5629.5	to	5632.5
	WASATCH	5645	5646	4	4	5658	to	5658.5
	WASATCH	5658	5660	4	8	5672.5	to	5673
	WASATCH	5699	5701	4	8	5689	to	5690
	WASATCH	5712	5714	4	8	5696	to	5697
	WASATCH	No Perfs				5700.5	to	5701.5
	WASATCH	No Perfs				5704	to	5704.5
	WASATCH	No Perfs				5721.5	to	5721.5
	# of Perfs/stage				48	CBP DEPTH	5,518	
8	WASATCH	5352	5353	4	4	5403.5	to	5404.5
	WASATCH	5408	5410	4	8	5405.5	to	5412
	WASATCH	5422	5423	4	4	5414.5	to	5415
	WASATCH	5446	5447	4	4	5421.5	to	5422.5
	WASATCH	5479	5480	4	4	5445.5	to	5447.5
	WASATCH	5486	5488	4	8	5449	to	5450
	WASATCH	No Perfs				5472.5	to	5473
	WASATCH	No Perfs				5478	to	5478.5
	WASATCH	No Perfs				5486	to	5487.5
	WASATCH	No Perfs				5489	to	5489.5
	# of Perfs/stage				32	CBP DEPTH	5,260	
9	WASATCH	5148	5149	4	4	5136.5	to	5142
	WASATCH	5153	5154	4	4	5143	to	5168
	WASATCH	5159	5160	4	4	5177.5	to	5189
	WASATCH	5182	5184	4	8	5191.5	to	5197
	WASATCH	5194	5196	4	8	5198.5	to	5199
	WASATCH	5217	5219	4	8	5200	to	5202.5
	WASATCH	5228	5230	4	8	5204.5	to	5206
	WASATCH	No Perfs				5209.5	to	5226.5
	# of Perfs/stage				44	CBP DEPTH	5,110	
10	WASATCH	5038	5040	4	8	5038	to	5053.5
	WASATCH	5042	5044	4	8			
	WASATCH	5050	5052	4	8			
	WASATCH	5056	5058	4	8			
	WASATCH	5065	5066	4	4			
	WASATCH	5079	5080	4	4			
	# of Perfs/stage				40	CBP DEPTH	4,854	
11	WASATCH	4754	4756	4	8	4751	to	4765
	WASATCH	4780	4781	4	4	4772	to	4772.5
	WASATCH	4788	4790	4	8	4774.5	to	4785
	WASATCH	4798	4800	4	8	4787	to	4792.5
	WASATCH	4816	4818	4	8	4797.5	to	4797.5
	WASATCH	4822	4824	4	8	4798.5	to	4826.5
	# of Perfs/stage				44	CBP DEPTH	4,704	
Totals					476			

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

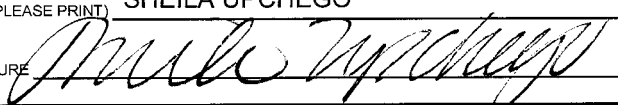
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST CITY VERNAL STATE UT ZIP 84078		7. UNIT or CA AGREEMENT NAME: UNIT #891008900A
4. LOCATION OF WELL FOOTAGES AT SURFACE: 620'FNL, 1904'FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 19 10S 21E		8. WELL NAME and NUMBER: NBU 1021-19C
PHONE NUMBER: (435) 781-7024		9. API NUMBER: 4304739004
		10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
		COUNTY: UINTAH
		STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<input type="checkbox"/> CONVERT WELL TYPE	<input checked="" type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

THE OPERATOR HAS PERFORMED AN RECOMPLETION ON THE SUBJECT WELL LOCATION. THE OPERATOR HAS RECOMPLETED THE WASATCH INTERVALS AS PROPOSED. THE OPERATOR HAS PLACED THE SUBJECT WELL LOCATION BACK ON PRODUCTION ON 07/12/2008 AT 6:00 PM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL HISTORY.

NAME (PLEASE PRINT) SHEILA UPCHEGO	TITLE REGULATORY ANALYST
SIGNATURE 	DATE 7/14/2008

(This space for State use only)

RECEIVED

JUL 17 2008

DIV. OF OIL, GAS & MINING

WINS No.: 94744

NBU 1021-19C

Start Date: 6/30/2008

AFE No.: 2006515

Operation Summary Report

End Date: 8/11/2008

Operator KERR MCGEE OIL & GAS ONSHORE LP	FIELD NAME NATURAL BUTTES	SPUD DATE 8/5/07	GL 5,214	KB 5232	ROUTE
API 4304739004	STATE UTAH	COUNTY UINTAH	DIVISION ROCKIES		
Lat./Long.: Lat./Long.: 39.93875 / -109.59747		Q-Q/Sect/Town/Range: NENW / 19 / 10S / 21E		Footages: 1,903.00' FWL 620.00' FNL	
MTD 9650	TVD 0	LOG MD	PBMD 9630	PBTVD 9630	

EVENT INFORMATION:	EVENT ACTIVITY: RECOMPLETION	REASON: WAS - GEL FRAC
	OBJECTIVE: SECONDARY	DATE WELL STARTED/RESUMED: }
	OBJECTIVE2: RECOMPLETE	Event End Status: COMPLETE

RIG OPERATIONS: Begin Mobilization Rig On Location Rig Charges Rig Operation Start Finish Drilling Rig Release Rig Off Location

GWS 1 / 1 07/13/2008 07/11/2008

Date	Time Start-End	Duration (hr)	Phase	Code	Subco de	P/U	Operation
6/30/2008	SUPERVISOR: JD FOREMAN						MD:
	7:00 - 7:30	0.50	WO/REP	48		P	SAFETY MEETING
	7:30 - 17:00	9.50	WO/REP	31		P	RIG DOWN ROAD RIG TO LOC SPOT IN EQUIP RIG UP W/O WATER KILL WELL W/ 50BBL 2% KCL WATER NIPPLE UP BOP
7/1/2008	SUPERVISOR: JD FOREMAN						MD:
	7:00 - 7:30	0.50	COMP	48		P	SAFETY MEETING
	7:30 - 17:00	9.50	COMP	31		P	POOH W/ 2,3/8 TBG LAY DOWN 43 JTS SCALE UP TBG RIH W/ 37/8 MILL TO 7350' POOH NIPPLE DOWN BOP NIPPLE UP FRAC VALVES SDFN
7/2/2008	SUPERVISOR: JD FOREMAN						MD:
	7:00 - 7:30	0.50	COMP	48		P	SAFETY MEETING
	7:30 - 13:00	5.50	COMP	31		P	MIRU CUTTERS RIH SET 10K CIBP @ 7330' POOH FILL HOLE W/2% KCL WATER TEST CSG & FRAC VALES TO 7500# GOOD TEST RIH 3,3/8 GUNS 23 GM .36 HOLES PERF @ 7155'-56' 4 SPF 7178'-79' 4 SPF 7186'-88' 4 SPF 7195'-97' 4 SPF 7216'-18' 4 SPF 7252'-54' 4 SPF 7298'-99' 4 SPF NO BLOW SWISDFWE
7/3/2008	SUPERVISOR: JD FOREMAN						MD:
	7:00 - 15:00	8.00	COMP	31		P	STANDBY
7/7/2008	SUPERVISOR: JD FOREMAN						MD:

Wins No.: 94744		NBU 1021-19C		API No.: 4304739004	
EVENT INFORMATION:		EVENT ACTIVITY: RECOMPLETION		REASON: WAS - GEL FRAC	
		OBJECTIVE: SECONDARY		DATE WELL STARTED/RESUMED:	
		OBJECTIVE2: RECOMPLETE		Event End Status: COMPLETE	
RIG OPERATIONS:		Begin Mobilization	Rig On Location	Rig Charges	Rig Operation Start
		Finish Drilling	Rig Release	Rig Off Location	
GWS 1 / 1		07/13/2008			07/11/2008
Date	Time Start-End	Duration (hr)	Phase	Code	Subco de
	7:00 - 9:03	2.05	COMP	36	P
Operation MIRU WEATHERFORD & CUTTERS FRAC STAGE #1 BRK PERF @ 3266# INJ RT 30 BPM INJ PSI 3800# ISIP 1891# FG .70 FRAC W/ 4946# 20/40 SAND + 5000# RESIN COATED SAND + 513 BBL GEL FLUID MP 4813# MR 30.4 BPM AP 4176# AR 25.6 BPM ISIP 3864# FG .98 NPI 1973# STAGE #2 RIH SET 8K CBP @7131' PERF W/ 3,3/8 23 GM .36 HOLES GUNS PERF @ 6932'-33' 4 SPF 6963'-64' 4 SPF 6976'-77' 4 SPF 6993'-94' 4 SPF 7006'-07' 4 SPF 7014'-16' 4 SPF 7025'-26' 4 SPF 7058'-49' 4 SPF 7060'-61' 4 SPF 7085'-86' 4 SPF 7100'01' 4 SPF BRK PERF @ 6349# INJ RT 30 BPM INJ PSI 4275# FG .95 FRAC W/ 46840# 20/40 SAND + 5000# RESIN COATED + 466 BBL GEL FLUID MP 4454# MR 31.4 BPN AP 3710# AR 29.2 BPM ISIP 3395# FG .93 NPI -153# STAGE #3 RIH SET 8K CBP @6858' PERF @ 6675'-77' 4 SPF 6716'-17' 4 SPF 6733'-34' 4 SPF 6746'-47' 4 SPF 6752'-53' 4 SPF 6791'-92' 4 SPF 6800'-6801' 4 SPF 6816'-18' 4 SPF 6826'-28' 4 SPF BRK @3200# INJ RT 30 BPM INJ PSI 3200# ISIP 2307# FG .78 FRAC W/ 48983# 20/40 SAND + 5000# RESIN COATED SAND + 442 BBL GEL FLUID MP 3886# MR 29.6 BPM AP 3195# AR 29.3 BPM ISIP 2663# FG .84 NPI 354# STAGE #4RIH SET 8K CBP @ 6633' PERF @ 6503'-04' 4 SPF 6516'-17' 4 SPF 6525'-26' 4 SPF 6540'-42' 4 SPF 6562'-64' 4 SPF 6580'-81' 4 SPF 6586'-88' 4 SPF 6602'-6603' 4 SPF BRK PERF @ 2751# INJRT 30 BPM INJ PSI 3443# ISIP 2323# FG .80 FRAC W/ 49004# 20/40 SAND + 5000# RESIN COATED SAND + 442 BBL GEL FLUID MP 4197# MR 29.7 BPM AP 2883# AR 29.4 BPM ISIP 2812# FG .87 NPI 489# STAGE #5 RIH SET 8K CBP @ 6476' PERF @ 6312'-14' 4 SPF 6340'-44' 4 SPF 6360'-62' 4 SPF 6394'-96' 4 SPF 6444'-46' 4 SPF BRK PERF @ 6329# INJ RT 30 BPM INJ PSI 3000# ISIP 2024# FG .76 FRAC W/ 50386# 20/40 SAND + 5000# RESIN COATED SAND MP 3484# MR 29.9 BPM AP 2532# AR 29.5 BPM ISIP 2200# FG .79 NPI 176# STAGE #6RIH SET 8K CBP @6092' PERF @ 5970'-72' 4 SPF 5977'-78' 4 SPF 5982'-84' 4 SPF 5994'-95' 4 SPF 6056'-58' 4 SPF 6061'-6062' 4 SPF SDFN					
7/8/2008	SUPERVISOR: JD FOREMAN				MD:
	7:00 - 7:30	0.50	COMP	48	P SAFETY MEETING

EVENT INFORMATION: EVENT ACTIVITY: RECOMPLETION
OBJECTIVE: SECONDARY
OBJECTIVE2: RECOMPLETE

REASON: WAS - GEL FRAC
DATE WELL STARTED/RESUMED:
Event End Status: COMPLETE

RIG OPERATIONS: Begin Mobilization Rig On Location Rig Charges Rig Operation Start Finish Drilling Rig Release Rig Off Location

GWS 1 / 1 07/13/2008 07/11/2008

Date	Time Start-End	Duration (hr)	Phase	Code	Subcode	P/U	Operation
	7:30 - 18:00	10.50	COMP	36		P	FRAC STAGE #6 BRK PERF @ 3272# INJ RT 30 BPM IJN PSI 2400# ISIP 1227# FG .65 FRAC W/ 51267# 20/40 SAND + 5000# RESIN COATED 25# SAND + 427 BBL GEL FLUID MP 2976# MR 30.5 BPM AP 2237# AR 29.6 BPM ISIP 2976# FG .81 NPI 971# STAGE #7 RIH SET 8K CBP @ 5744' PERF @ 5614'-16' 4 SPF 5618'-19' 4 SPF 5631'-33' 4 SPF 5645'-46' 4 SPF 5658'-60' 4 SPF 5699'-07' 4 SPF 5712'-14' 4 SPF BRK PERF @ 5681# INJ RT 30 BPM INJ PSI 3700# ISIP 2107# FG .81 FRAC W/ 52819# 20/40 SAND + 5000# RESIN COATED SAND + 429 BBL 25# GEL FLUID MP 4722# MR 29.5 BPM AP 3231# AR 29.3 BPM ISIP 2542# FG .89 NPI 435 # STAGE # 8 RIH SET 8K CBP @ 5518' PERF @ 5352'-53' 4 SPF 5408'-10' 4 SPF 5422'-23' 4 SPF 5446'-47' 4 SPF 5479'-80' 4 SPF 5486'-88' 4 SPF BRK PERF @ 5054# IJN RT 30 BPM INJ PSI 4300# ISIP 2219# FG .79 FRAC W/ 53904# 20/40 SAND + 5000# RESIN COATED SAND 434 BBL 25# GEL FLUID MP 5054# MR 31 BPM AP 3073# AR 30.2 BPM ISIP 3035# FG .92 NPI 814# STAGE #9 RIH SET 8K CBP @ 5260' PERF @ 5148'-49' 4 SPF 5153'-54' 4 SPF 5159'-60' 4 SPF 5182'-84' 4 SPF 5194'-96' 4 SPF 5217'-19' 4 SPF 5228'-30' 4 SPF BRK PERF @ 3895# INJ RT 30 BPM IJN PSI 2350# ISIP 1170# FG .67 FRAC W/ 54706# 20/40 SAND + 5000# RESIN COATED SAND + 430 BBL 25# GEL FLUID MP 3201# MR 32.2 BPM AP 1967# AR 30.2 BPM ISIP 1971# FG .82 NPI 801# STAGE #10 RIH SET *K CBP @5110' PERF @ 5038'-40' 4 SPF 5042'-44' 4 SPF 5050'-52' 4 SPF 5056'-58' 4 SPF 5065'-66' 4 SPF 5079'-80' 4 SPF BRK PERF @3742# INJ RT 30 BPM INJ PSI 2450# ISIP 1269# FG .69 FRAC W/ 55475# 20/40 SAND + 5000# RESIN COATED SAND + 448 BBL 25# GEL FLUID MP 2686# MR 31.2 BPM AP 2249# AR 30.3 BPM ISIP 2280# FG .89 NPI 1011# STAGE # 11 RIH SET 8K CBP @4854' PERF @ 4754'-56' 4 SPF 4780'-81' 4 SPF 4788'-90' 4 SPF 4798'-4800' 4 SPF 4816'-18' 4 SPF 4822'-24' 4 SPF BRK PERF @ 6459# INJ RT 30 BPM INJ PSI 2180# ISIP 971# FG .65 FRAC W/ 35904# 20/40 SAND + 5000# RESIN COATED SAND + 379 BBL 25# GEL FLUID MP 4017# MR 30.4 BPM AP 2333# AR 29.9 BPM ISIP 2209# FG .90 NPI 1238# RIH SET 8K CBP @ 4710' RIH DOWN WEATHERFORD & CUTTERS SDFN

7/9/2008 SUPERVISOR: JD FOREMAN

7:00 - 7:30	0.50	COMP	48	P	SAFETY MEETING
7:30 - 18:00	10.50	COMP	31	P	NIPPLE DOWN FRAC VALVES NIPPLE UP BOP RIH W/ MILL-SLIDING SLAVE BIT SUB TAG KILL PLUG RIG UP DRILG EQUIP BRK CIRC DRILL OUT CBP @ 4710' 200# KICK RIH TAG @ 35' SAND ON CBP DRILL SAND & CBP @ 4854' 100# KICK RIH TAG @ 5060' 60' SAND ON CBP DRILL OUT SAND & CBP @ 5110' 100# KICK RIH TAG @ 5190' 70' SAND ON CBP DRILL OUT SAND & CBP @5260' NO KICK CIRC HOLE SAND CAME IN RIH TAG @5425' 95' SAND ON CBP DRILL OUT SAND & CBP @ 5518' NO KICK RIH TAG @5664' 80' SAND ON CBP DRILL OUT SAND & CBP @ 5744' 100# KICK RIH TAG @ 5940' 50' SAND ON CBP DRILL OUTSAND & CBP NO KICK RIH TAG @ 6380' 95' SAND ON CBP NO CIRC CALL OUT AIR FOAM UNIT PULL UP HOLH SDFN

7/10/2008 SUPERVISOR: JD FOREMAN

7:00 - 7:30	0.50	COMP	48	P	SAFETY MEETING
-------------	------	------	----	---	----------------

EVENT INFORMATION:	EVENT ACTIVITY: RECOMPLETION	REASON: WAS - GEL FRAC
	OBJECTIVE: SECONDARY	DATE WELL STARTED/RESUMED: .
	OBJECTIVE2: RECOMPLETE	Event End Status: COMPLETE

RIG OPERATIONS:	Begin Mobilization	Rig On Location	Rig Charges	Rig Operation Start	Finish Drilling	Rig Release	Rig Off Location
-----------------	--------------------	-----------------	-------------	---------------------	-----------------	-------------	------------------

GWS 1 / 1	07/13/2008	07/11/2008
-----------	------------	------------

Date	Time Start-End	Duration (hr)	Phase	Code	Subco de	P/U	Operation
	7:30 - 17:00	9.50	COMP	31		P	MIRU FOAM UNIT BRK CIRC W/ AIR FOAM DRILL OUT SAND & CBP @6476" 95' SAND ON CBP NO KICK RIH TAG @ 6570' 65' SAND ON CBP DRILL OUT SAND & CBP @ 6633' NO KICK RIH TAG @ 6800" 60' SAND ON CBP DRILL OUT SAND & CBP @ 6858' NO KICK RIH TAG @ 7050' 80' SAND ON CBP DRILL OUT SAND & CBP @ 7131' NO KICK RIH TAG @ 7240' 90 SAND ON CIBP @ 7330' CLEAN OUT TO 7330' CIRC CLEAN PULL & LAY DOWN 77 JTS 2,3/8 LAND ON WELL HEAD W/ 149 JTS EOT 4618.68 NIPPLE DOWN BOP NIPPLE UP TREE MIRU CUTTERS RIH CUT TBG OFF @ 4614.74' LEFT IN HOLE 4' 2,3/8 TBG POB-MILL ON TOP ON CIBP @ 7330' TRUN WELL TO FLOWBACK CREW SDFN NOTE CUT OFF 4' TBG POBS -MILL ON TOP OF CIBP TBG DETAIL KB 18.00 HANGER .83 149 JTS 2,3/8 TBG 4596.48 EOT 4814.74

7/11/2008	SUPERVISOR: JD FOREMAN	MD:
7:00 -	33 A	7 AM FLBK REPORT: CP 350#, TP 0#, OPEN 64" CK, 0 BWPH, - SAND, - GAS TTL BBLS RECOVERED: 1500 BBLS LEFT TO RECOVER: 4000

7/11/2008	SUPERVISOR: JD FOREMAN	MD:
7:00 - 15:00	8.00 COMP 31 P	RIG DOWN STANDBY

7/12/2008	SUPERVISOR: JD FOREMAN	DWC: \$ 4,000.00	CWC: \$ 451,849.00	MD:
7:00 -	33 A	7 AM FLBK REPORT: CP 800#, TP 250#, 20/64" CK, 20 BWPH, TRACE SAND, - GAS TTL BBLS RECOVERED: 2050 BBLS LEFT TO RECOVER: 3450		

7/13/2008	SUPERVISOR: JD FOREMAN	MD:
-----------	------------------------	-----

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
1. TYPE OF WELL Gas Well		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0620 FNL 1904 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENW Section: 19 Township: 10.0S Range: 21.0E Meridian: S		9. API NUMBER: 43047390040000
PHONE NUMBER: 720 929-6007 Ext		9. FIELD and POOL or WILDCAT: NATURAL BUTTES
COUNTY: UINTAH		STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE	
<input checked="" type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: 6/3/2010	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	
<input type="checkbox"/> SPUD REPORT Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	
<input type="checkbox"/> DRILLING REPORT Report Date:	<input type="checkbox"/> DEEPEN	
	<input type="checkbox"/> OPERATOR CHANGE	
	<input type="checkbox"/> PRODUCTION START OR RESUME	
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	
	<input type="checkbox"/> TUBING REPAIR	
	<input type="checkbox"/> WATER SHUTOFF	
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	
	<input type="checkbox"/> ALTER CASING	
	<input type="checkbox"/> CHANGE TUBING	
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	
	<input type="checkbox"/> FRACTURE TREAT	
	<input type="checkbox"/> PLUG AND ABANDON	
	<input type="checkbox"/> RECLAMATION OF WELL SITE	
	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	
	<input type="checkbox"/> VENT OR FLARE	
	<input type="checkbox"/> SI TA STATUS EXTENSION	
	<input checked="" type="checkbox"/> OTHER	
	CASING REPAIR	
	<input type="checkbox"/> CHANGE WELL NAME	
	<input type="checkbox"/> CONVERT WELL TYPE	
	<input type="checkbox"/> NEW CONSTRUCTION	
	<input type="checkbox"/> PLUG BACK	
	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION	
	<input type="checkbox"/> TEMPORARY ABANDON	
	<input type="checkbox"/> WATER DISPOSAL	
	<input type="checkbox"/> APD EXTENSION	
	OTHER: WORKOVER OPERATI	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. PLEASE CONSIDER THIS OPERATION AS QUALIFYING FOR TAX CREDIT UNDER RULE R-649-3-23. SEE ATTACHED CHRONOLOGICAL WELL REPORT FOR OPERATION DETAILS.		
Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY June 15, 2010		
NAME (PLEASE PRINT) Andy Lytle	PHONE NUMBER 720 929-6100	TITLE Regulatory Analyst
SIGNATURE N/A	DATE 6/10/2010	

US ROCKIES REGION
Operation Summary Report

Well: NBU 1021-19C

Spud Date: 8/5/2007

Project: UTAH-UINTAH

Site: NBU 1021-19C

Rig Name No: LEED 733/733

Event: WELL WORK EXPENSE

Start Date: 6/2/2010

End Date: 6/3/2010

Active Datum: RKB @5,231.99ft (above Mean Sea Leve

UWI: NBU 1021-19C

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
6/2/2010	6:30 - 6:45	0.25	WO/REP	48		P		JSA- TESTING FOR H2S. POOH W/ TBG.
	6:45 - 16:30	9.75	WO/REP	31	I	P		SITP 200, SICP 200. OPEN TO SALES, THEN TO TANKS. PMP 10 BBLS DOWN TBG. ND WH. NU BOP. RU FLOOR AND TBG EQUIP. UNLAND TBG FROM 8705'. LUB OUT AND LD 4" 10K HANGER. POOH W/ 278-JTS PROD TBG. VERY LITTLE SCALE. FOUND CORROSION ON TBG CPLGS AND PITTING ON OD AND ID FROM 5479' TO EOT. LD SN. MU NOTCHED 1.87" XN AND RIH W/ 82-JTS TBG. PU WFTD 4-1/2" R-3 PKR, CONT RIH 92-JTS TBG. EOT 5480'. RU SANDLINE AND RUN 1.91" BROACH TO EOT. SDFN
6/3/2010	6:30 - 6:45	0.25	WO/REP	48		P		JSA- RIH W/ TBG. SET PKR.
	6:45 - 11:30	4.75	WO/REP	31	I	P		SITP 1050, SICP 1050. OPEN CSG TO FBT. PMP 15 BBLS DOWN TBG. SPOT TBG TRAILER. CONT RIH W/ PROD TBG AS MEAS AND PU 71-JTS 2-3/8" L-80 TBG. PU 4" 10K HANGER. RUN 1.91" BROACH THRU NEW TBG. RD SANDLINE. CONTROL CSG W/ TMAC. SET PKR ELEM AT 5186'. LAND 245-JTS W/ TOP OF PKR AT 5184' AND EOT AT 7758.35'. RD FLOOR. ND BOP. NU WH. SHUT WELL IN AND TURN OVER TO PRODUCTION DEPT. RACK OUT EQUIP. RDSU AND MOVE TO NBU 1022-18F. RUSU.
TBG DETAIL KB 18.00 4" 10K HANGER .83 8K COMPRESSION -1.20 163-JTS 2-3/8" L-80 5166.97 (5184.60) WTFD 4-1/2" R-3 PKR 6.92 (2.25' TO PKR ELEM) (5186.85) 82-JTS 2-3/8" L-80 2565.78 NOTCHED 1.87" XN 1.05 EOT 7758.35 79-JTS DELIVERED / 8 JTS RETURNED PMP 90 RCVR 40 / LTR 50								

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
1. TYPE OF WELL Gas Well		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0620 FNL 1904 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENW Section: 19 Township: 10.0S Range: 21.0E Meridian: S		9. API NUMBER: 43047390040000
PHONE NUMBER: 720 929-6007 Ext		9. FIELD and POOL or WILDCAT: NATURAL BUTTES
COUNTY: UTAH		STATE: UTAH

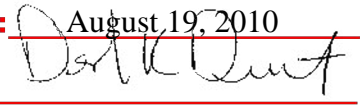
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 8/18/2010 <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: <input type="checkbox"/> SPUD REPORT Date of Spud: <input type="checkbox"/> DRILLING REPORT Report Date:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input checked="" type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.
 THE OPERATOR REQUESTS AUTHORIZATION TO WORKOVER THE SUBJECT WELL. PROPOSED ACTIVITIES INCLUDE WATER SHUT OFF. PLEASE SEE ATTACHED WATER SHUT OFF/PERFORATION SQUEEZE PROCEDURE.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: August 19, 2010

By: 

NAME (PLEASE PRINT) Andy Lytle	PHONE NUMBER 720 929-6100	TITLE Regulatory Analyst
SIGNATURE N/A		DATE 8/17/2010

NBU 1021-19C**AFE#****WINS# 94744****Maintenance Rig May 2010****NE NW Sec 19 T10S R21E****Uintah County, UT****ELEVATIONS:** 5214 GL

5232 KB

TOTAL DEPTH: 9651**PBTD:** 9540**SURFACE CASING:**

9 5/8", 36# J-55 ST&C @ 2029'

PRODUCTION CASING:

4 1/2", 11.6#, I-80 LT&C @ 9636'

Marker Joint **4341-4352'****TUBULAR PROPERTIES:**

	BURST (psi)	COLLAPSE (psi)	DRIFT DIA. (in.)	CAPACITIES	
				(bbl/ft)	(gal/ft)
2 3/8" 4.7# J-55 tbg	7,700	8,100	1.901"	0.00387	0.1624
4 1/2" 11.6# I-80 (See above)	7780	6350	3.875"	0.0155	0.6528
2 3/8" by 4 1/2" Annulus				0.0101	0.4227

TOPS:

1205' Green River

1813' Mahogany

4475' Wasatch

7473' Mesaverde

Contacts:

CADY, FRANK 828-8207

OPERATOR

RASMUSSEN, JERRY 828-8229

FOREMAN

JENSEN, STEVE 828-6113

MECH LEAD

BURTON, MAC 781-7001/828-7545

ENGINEER

Relevant History:

- OCT 2007: Completed with 7 SW frac stages in the Mesa Verde. CO to PBTD @ 9630', pumped of POBS, and landed tubing.
- JULY 2008: Re-completed with 10 SW frac stages in the Wasatch. CO to CIBP @ 7330', cut off mill, pobs and 4' of tubing. Landed tubing.
- SEP 2009: POOH. Mill and POBS still on EOT. Landed tubing.
- DEC 2008: DO CIBP @ 7330'. CO to PBTD @ 9630'. Landed tubing @ 8705'.
- JUN 2010: Set packer too high. EOT 7750'. Packer set at 5184'.
- JUL 2010: Set packer at 5280' and EOT @ 7854'.

RECEIVED August 17, 2010

Symptoms:

- High LGR. Water shut-off needed.

Procedure Outline:

- Caution: This well makes H₂S.
- MIRU. N/D WH. N/U BOP. Unland tubing and release packer. POOH. Packer at 5280' and EOT @ 7854'.
- RIH w/ gauge ring and junk basket to ~5300'. RIH W/ 4-1/2" CBP set same @ ~5270'. POOH. RIH w/ 4-1/2" CICR on tubing and set same @ ~5008'.
- Sting into CICR and establish injection rate.
- R/U cement company and pump recommended cement job into perforations from 5038'-5230'. PUH w/ stinger.
- Establish injection rate.
- R/U cement company and pump recommended balanced plug cement job into perforations from 4754'-4824'. PU w/ stinger. Reverse circulate tubing until clean. Apply appropriate pressure on balance plug. WOC.
- POOH. RIH w/ 3-7/8" bit. D-O balance plug. Pressure test casing and perforations to 1000 psi for 10 minutes. Resqueeze if necessary.
- TOO. D-O CBP and C-O to PBTD @ ~9540'.
- Pooh w/ mill and lay down same. RIH W/ production tubing and land same at ~7750'.
- N/D BOP. N/U WH. RDMO.

PERFS:

WELL	DATE	TOP PERF	BTM PERF	SPF	STAGE	SQUEEZE INTERVAL	
NBU 1021-19C	7/7/2008	4,754	4,756	4	STAGE 11	Second Squeeze Stage 70' of Perforations Balance Plug	
NBU 1021-19C	7/7/2008	4,780	4,781	4			
NBU 1021-19C	7/7/2008	4,788	4,790	4			
NBU 1021-19C	7/7/2008	4,798	4,800	4			
NBU 1021-19C	7/7/2008	4,816	4,818	4			
NBU 1021-19C	7/7/2008	4,822	4,824	4			
SET CICR			5,008				
NBU 1021-19C	7/7/2008	5,038	5,040	4	STAGE 10	First Squeeze Stage 192' of Perforations Plug and Cement Retainer	
NBU 1021-19C	7/7/2008	5,042	5,044	4			
NBU 1021-19C	7/7/2008	5,050	5,052	4			
NBU 1021-19C	7/7/2008	5,056	5,058	4			
NBU 1021-19C	7/7/2008	5,065	5,066	4			
NBU 1021-19C	7/7/2008	5,079	5,080	4			
NBU 1021-19C	7/7/2008	5,148	5,149	4	STAGE 9		
NBU 1021-19C	7/7/2008	5,153	5,154	4			
NBU 1021-19C	7/7/2008	5,159	5,160	4			
NBU 1021-19C	7/7/2008	5,182	5,184	4			
NBU 1021-19C	7/7/2008	5,194	5,196	4			
NBU 1021-19C	7/7/2008	5,217	5,219	4			
NBU 1021-19C	7/7/2008	5,228	5,230	4			
SET CBP			5,270				
NBU 1021-19C	7/7/2008	5,352	5,353	4			
NBU 1021-19C	7/7/2008	5,408	5,410	4			
NBU 1021-19C	7/7/2008	5,422	5,423	4			
NBU 1021-19C	7/7/2008	5,446	5,447	4			
NBU 1021-19C	7/7/2008	5,479	5,480	4			
NBU 1021-19C	7/7/2008	5,486	5,488	4			
NBU 1021-19C	7/7/2008	5,614	5,616	4			
NBU 1021-19C	7/7/2008	5,618	5,619	4			
NBU 1021-19C	7/7/2008	5,631	5,633	4			
NBU 1021-19C	7/7/2008	5,645	5,646	4			
NBU 1021-19C	7/7/2008	5,658	5,660	4			
NBU 1021-19C	7/7/2008	5,699	5,701	4			
NBU 1021-19C	7/7/2008	5,712	5,714	4			
NBU 1021-19C	7/7/2008	5,970	5,972	4			
NBU 1021-19C	7/7/2008	5,977	5,978	4			
NBU 1021-19C	7/7/2008	5,982	5,984	4			
NBU 1021-19C	7/7/2008	5,994	5,995	4			
NBU 1021-19C	7/7/2008	6,056	6,058	4			
NBU 1021-19C	7/7/2008	6,061	6,062	4			
NBU 1021-19C	7/7/2008	6,312	6,314	4			

NBU 1021-19C	7/7/2008	6,340	6,344	4
NBU 1021-19C	7/7/2008	6,360	6,362	4
NBU 1021-19C	7/7/2008	6,394	6,396	4
NBU 1021-19C	7/7/2008	6,444	6,446	4
NBU 1021-19C	7/7/2008	6,503	6,504	4
NBU 1021-19C	7/7/2008	6,516	6,517	4
NBU 1021-19C	7/7/2008	6,525	6,526	4
NBU 1021-19C	7/7/2008	6,549	6,542	4
NBU 1021-19C	7/7/2008	6,562	6,518	4
NBU 1021-19C	7/7/2008	6,580	6,581	4
NBU 1021-19C	7/7/2008	6,586	6,588	4
NBU 1021-19C	7/7/2008	6,602	6,603	4
NBU 1021-19C	7/7/2008	6,675	6,677	4
NBU 1021-19C	7/7/2008	6,716	6,717	4
NBU 1021-19C	7/7/2008	6,733	6,734	4
NBU 1021-19C	7/7/2008	6,746	6,747	4
NBU 1021-19C	7/7/2008	6,752	6,753	4
NBU 1021-19C	7/7/2008	6,791	6,792	4
NBU 1021-19C	7/7/2008	6,800	6,801	4
NBU 1021-19C	7/7/2008	6,816	6,818	4
NBU 1021-19C	7/7/2008	6,826	6,828	4
NBU 1021-19C	7/7/2008	6,832	6,933	4
NBU 1021-19C	7/7/2008	6,963	6,964	4
NBU 1021-19C	7/7/2008	6,976	6,977	4
NBU 1021-19C	7/7/2008	6,993	6,994	4
NBU 1021-19C	7/7/2008	7,006	7,007	4
NBU 1021-19C	7/7/2008	7,014	7,016	4
NBU 1021-19C	7/7/2008	7,025	7,026	4
NBU 1021-19C	7/7/2008	7,048	7,049	4
NBU 1021-19C	7/7/2008	7,060	7,061	4
NBU 1021-19C	7/7/2008	7,085	7,086	4
NBU 1021-19C	7/7/2008	7,100	7,101	4
NBU 1021-19C	7/7/2008	7,155	7,156	4
NBU 1021-19C	7/7/2008	7,178	7,156	4
NBU 1021-19C	7/7/2008	7,186	7,188	4
NBU 1021-19C	7/7/2008	7,195	7,197	4
NBU 1021-19C	7/7/2008	7,216	7,218	4
NBU 1021-19C	7/7/2008	7,252	7,254	4
NBU 1021-19C	7/7/2008	7,298	7,299	4
EOT			7,750.00	
NBU 1021-19C	10/9/2007	7,525.00	7,526.00	3
NBU 1021-19C	10/9/2007	7,549.00	7,550.00	3
NBU 1021-19C	10/9/2007	7,563.00	7,564.00	3
NBU 1021-19C	10/9/2007	7,579.00	7,580.00	3

NBU 1021-19C	10/9/2007	7,586.00	7,587.00	3
NBU 1021-19C	10/9/2007	7,590.00	7,591.00	3
NBU 1021-19C	10/9/2007	7,642.00	7,643.00	3
NBU 1021-19C	10/9/2007	7,691.00	7,692.00	3
NBU 1021-19C	10/9/2007	7,703.00	7,704.00	3
NBU 1021-19C	10/9/2007	7,745.00	7,746.00	3
NBU 1021-19C	10/9/2007	7,756.00	7,757.00	3
NBU 1021-19C	10/9/2007	7,766.00	7,767.00	3
NBU 1021-19C	10/9/2007	7,796.00	7,797.00	3
NBU 1021-19C	10/9/2007	7,814.00	7,815.00	3
NBU 1021-19C	10/9/2007	7,915.00	7,916.00	3
NBU 1021-19C	10/9/2007	7,932.00	7,933.00	3
NBU 1021-19C	10/9/2007	7,937.00	7,938.00	3
NBU 1021-19C	10/9/2007	8,025.00	8,026.00	3
NBU 1021-19C	10/9/2007	8,038.00	8,039.00	3
NBU 1021-19C	10/9/2007	8,059.00	8,060.00	3
NBU 1021-19C	10/9/2007	8,065.00	8,066.00	3
NBU 1021-19C	10/9/2007	8,128.00	8,129.00	3
NBU 1021-19C	10/9/2007	8,209.00	8,210.00	3
NBU 1021-19C	10/9/2007	8,245.00	8,246.00	3
NBU 1021-19C	10/9/2007	8,253.00	8,254.00	3
NBU 1021-19C	10/9/2007	8,266.00	8,267.00	3
NBU 1021-19C	10/9/2007	8,283.00	8,284.00	3
NBU 1021-19C	10/9/2007	8,694.00	8,695.00	3
NBU 1021-19C	10/9/2007	8,710.00	8,711.00	3
NBU 1021-19C	10/9/2007	8,725.00	8,726.00	3
NBU 1021-19C	10/9/2007	8,730.00	8,731.00	3
NBU 1021-19C	10/9/2007	8,775.00	8,776.00	3
NBU 1021-19C	10/9/2007	8,833.00	8,834.00	3
NBU 1021-19C	10/9/2007	8,841.00	8,842.00	3
NBU 1021-19C	10/9/2007	8,872.00	8,873.00	3
NBU 1021-19C	10/9/2007	8,881.00	8,882.00	3
NBU 1021-19C	10/9/2007	8,887.00	8,888.00	3
NBU 1021-19C	10/9/2007	8,930.00	8,931.00	3
NBU 1021-19C	10/9/2007	8,965.00	8,966.00	3
NBU 1021-19C	10/9/2007	9,008.00	9,009.00	3
NBU 1021-19C	10/9/2007	9,025.00	9,026.00	3
NBU 1021-19C	10/9/2007	9,062.00	9,063.00	3
NBU 1021-19C	10/9/2007	9,118.00	9,119.00	3
NBU 1021-19C	10/9/2007	9,139.00	9,140.00	3
NBU 1021-19C	10/9/2007	9,167.00	9,168.00	3
NBU 1021-19C	10/9/2007	9,178.00	9,179.00	3
NBU 1021-19C	10/9/2007	9,232.00	9,233.00	3
NBU 1021-19C	10/9/2007	9,262.00	9,263.00	3

NBU 1021-19C	10/9/2007	9,275.00	9,276.00	3
NBU 1021-19C	10/9/2007	9,298.00	9,299.00	3
NBU 1021-19C	10/9/2007	9,335.00	9,336.00	3
NBU 1021-19C	10/8/2007	9,386.00	9,387.00	3
NBU 1021-19C	10/8/2007	9,396.00	9,397.00	3
NBU 1021-19C	10/8/2007	9,431.00	9,432.00	3
NBU 1021-19C	10/8/2007	9,476.00	9,477.00	3
NBU 1021-19C	10/8/2007	9,499.00	9,500.00	3
NBU 1021-19C	10/8/2007	9,534.00	9,535.00	3
NBU 1021-19C	10/8/2007	9,542.00	9,543.00	3
NBU 1021-19C	10/8/2007	9,600.00	9,601.00	3

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22792
1. TYPE OF WELL Gas Well		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		8. WELL NAME and NUMBER: NBU 1021-19C
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0620 FNL 1904 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NENW Section: 19 Township: 10.0S Range: 21.0E Meridian: S		9. API NUMBER: 43047390040000
PHONE NUMBER: 720 929-6007 Ext		9. FIELD and POOL or WILDCAT: NATURAL BUTTES
COUNTY: UTAH		STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input checked="" type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>
<input checked="" type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: 9/3/2010			
<input type="checkbox"/> SPUD REPORT Date of Spud:			
<input type="checkbox"/> DRILLING REPORT Report Date:			

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.
 THE OPERATOR HAS CONCLUDED WORKOVER OPERATIONS ON THE SUBJECT WELL. WORKOVER OPERATIONS CONSISTED OF WATER SHUT OFF BY PERFORATION SQUEEZE. PLEASE SEE ATTACHED CHRONOLOGICAL WELL HISTORY.

Accepted by the
Utah Division of
Oil, Gas and Mining
FOR RECORD ONLY
 September 08, 2010

NAME (PLEASE PRINT) Andy Lytle	PHONE NUMBER 720 929-6100	TITLE Regulatory Analyst
SIGNATURE N/A	DATE 9/8/2010	

US ROCKIES REGION
Operation Summary Report

Well: NBU 1021-19C

Spud Date: 8/5/2007

Project: UTAH-UINTAH

Site: NBU 1021-19C

Rig Name No: DOUBLE HOOK/UNK

Event: WELL WORK EXPENSE

Start Date: 8/25/2010

End Date:

Active Datum: RKB @5,231.99ft (above Mean Sea Leve

UWI: NBU 1021-19C

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
8/25/2010	14:00 - 15:00	1.00	ALL	31		P		ROAD RIG TO LOCATION, F/ STATE 1021-320
	15:00 - 15:30	0.50	ALL	48		P		HSM, REVIEW JSA # 1
	15:30 - 17:00	1.50	MIRU			P		MIRU, SDFN.
8/26/2010	7:00 - 7:30	0.50	ALL	48		P		HSM, REVIEW JSA # 17 (SCANNING TBG)
	7:30 - 14:00	6.50	ALL	31	I	P		SICP. 1150 PSI, FTP. 200 PSI. CONTROL TBG W/ 30 BBLs, ND WH, NU BOPS, RU FLOOR EQUIPMENT, UNLAND TBG, PRK WOULD NOT RELEASE, WORKED PKR, FREE, LD 3 JTS. J-55 ON TRAILER, RU SCAN TECH, POOH SCANNING 163 JTS. 2-3/8 L-80 TBG, LD PKR, CONTINUE POOH 82 JTS. LD 6 JTS DUE TO WALL LOSS, RD SCAN TECH, RU CUTTERS, RIH 3-3/4 GAUGE RING & JUNK BASKET TO 5300', GOOD, RIH W/ 4-1/2 CBP & SET @ 5270', RD CUTTERS.
	14:00 - 17:00	3.00	ALL	31	E	P		RIH 4-1/2 CIRC & 159 JTS 2-3/8 L-80 TBG, CHANGED OUT 20 TBG COUPLING, SET CIRC @ 5014, PRESSUE TBG TO 1000 PSI, W/ 7 BBLs, HELD, STING IN, SWI, SDFN.
8/27/2010	7:00 - 7:30	0.50	ALL	48		P		HSM, TALK ABOUT CEMENT SQUEEZE, NO H2S PRESENT
	7:30 - 15:00	7.50	ALL	51	A	P		SICP. 350 PSI. SITP. 150 PSI. CONTROL TBG W/ 10 BBLs, RU PRO PETRO, PSI TEST LINES TO 20000 PSI, FILL BACKSIDE W/ 20 BBLs, PUMP 30 BBLs INJECTION RATE DWN TBG @ 3 BPM, @ 300 PSI, PUMP 5 BBLs FRESH, MIX & PUMP 150 SKS CLASS G CMT W/ 2% CaCl2, PUMP 31 BBLs OF CMT @ 15,8 PPG, YEILD 1.15, HARD SQUEEZE PRESSURE TO 2000 PSI. STING OUT, LD 2 JTS, EOT@ 4950' ATEMPT REVERSE CIRC 40 BBLs,5 BPM @ 1600 PSI, NO RETURNS, POOH 10 JTS. TBG TO 4428', PUMP CONVENTIONAL CIRC 70 BBLs CMT BACK,CLEAN TBG & CSG, RECOVER 6 BBLs CMT, PUMP 5 BBLs FRESH FOR INJECTION RATE @ 3 BPM @ 300 PSI, MIX & PUMP 30 SKS CLASS NEAT G CMT @ 3 BPM @ 350 PSI, DISPLACENT W/ FRESH WTR, TOC @ 4244', RD PRO PETRO, POOH 147 JTS. TBG & STINGER, FILL CSG W/ 11 BBLs, PUMP 1 BBL TO 900 PSI. BLEED OFF IN 45 SECONDS, PUMP 1 BBL TO 800 PSI. LOST 550 PSI IN 1 MIN, 700 PSI. IN 5 MINS, WAIT 30 MINS & PUMP 1/2 BBL TO 1000 PSI, HELD FOR 1 HR. ESTIMATED TOC @ 4637', LEFT 1000 PSI ON WELL, SDFWE.
8/30/2010	7:00 -							JSA ON PUMP, PICK UP 3 7/8 ROCK BIT & SUB, TIH W/ 146 JTS 2 3/8 L-80 TBG, TAG CMT @4528', PICK UP SWIVEL, R/U PUMP & LINES, BREAK REVERSE CIRCULATION, BEGIN TO DRILL OUT CMT, SWIVEL BROKE DOWN, WAIT ON NEW SWIVEL, R/U NEW SWIVEL, D/O SOLID CMT TO CAST IRON RETAINER@ 5017', CIRC WELL CLEAN, L/D 1 JT TBG, R/D SWIVEL, PT CSG TO 1000# PSI 10 MIN (GOOD TEST), EOT 4985', 160 JTS, SWI, SDFN,
8/31/2010	7:00 - 7:15	0.25	WO/REP	48		P		SFT MTG. JSA #8

US ROCKIES REGION
Operation Summary Report

Well: NBU 1021-19C

Spud Date: 8/5/2007

Project: UTAH-UINTAH

Site: NBU 1021-19C

Rig Name No: DOUBLE HOOK/UNK

Event: WELL WORK EXPENSE

Start Date: 8/25/2010

End Date:

Active Datum: RKB @5,231.99ft (above Mean Sea Leve

UWI: NBU 1021-19C

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (ft)	Operation
	7:15 - 17:00	9.75	WO/REP	44	A	P		SICP 0#, SITP 0#, BRK REV CIRC, DRL OUT CIRC @ 5017', 1.5 HRS. CIRC WELL CLEAN. RD PWR SWIVEL. POOH W/ 159 JTS 2 3/8" L-80 TBG. L/D BIT & BIT SUB. P/U NEW 3 7/8" SB ROCK BIT, BIT SUB & RIH. TAG CMT @ 5019', R/U PWR SWIVEL. BRK REV CIRC & BEG TO DRL. C/O CMT TO 5175', CIRC WELL CLEAN. L/D 2 JTS TBG. SWI. SDFN EOT @ 5112'
9/1/2010	7:00 - 17:00	10.00	WO/REP	44	A	P		HOLD SFT MTG. 0# SICP, 0# SITP. BRK REV CIRC & CONT TO DRL CMT F/ 5175'. FELL FREE @ 5240', CIRC WELL CLEAN. PSI TST CSG TO 1000#. LOST 20 PSI IN 10 MIN. BLEED PSI DWN. CONT TO RIH. TAG CBP @ 5270'. R/U AIR FOAM UNIT & BRK CONV CIRC. DRL OUT CBP IN 10 MIN. 0# PSI INC. CONT TO RIH. TAG SCALE @ 8865'. BRK CIRC & CLEAN OUT SCALE TO 8947'. CIRC WELL CLEAN. R/D DRL EQUIP. POOH STD BACK 20 JTS. SWI. SDFN. EOT @ 8313'
9/2/2010	7:00 - 17:30	10.50	WO/REP	44	D	P		HSM. 950# SICP, 550# SITP. BLEED PSI OFF. RIH W/ TBG. TAG SCALE @ 8957'. R/U DRL EQUIP. R/U AIR FOAM UNIT, BRK CONV CIRC & BEG TO DRL. C/O TO 8990'. FELL FREE. CONT TO RIH TAG FILL @ 9162'. BRK CIRC & C/O TO 9630'. (PBTD). CIRC WELL CLEAN. R/D DRL EQUIP. L/D 60 JTS TBG. CONT TO POOH, L/D BIT & BIT SUB. P/U 1.875 XN SEATING NIPPLE & RIH W/ 101 JTS TBG. SWI. SDFN EOT @ 3182'.
9/3/2010	7:00 - 12:00	5.00	WO/REP	31	I	P		HSM 900# SICP, 900# SITP CONT TO RIH W/ PROD TBG F/ 3182'. LAND TBG W/ EOT @ 7753.07'. ND BOPE. NUWH. BROACH TBG TO S.N. W/ 1.90" BROACH. POOH. RDMO KB 18' HANGER .83 245 JTS L-80 TBG. 7733.19' NOTCHED XN S.N. 1.05' EOT @ 7753.07'